

Monetary developments – France • July 2018

Domestic monetary resources are always strongly up

The growth rate of the resident monetary resources remains high in July (+ 5.2 %, after + 5.7 % in June), while slightly decreasing. This occasional decrease is mainly due to a weaker growth of overnight deposits (+ 8.4 %, after + 8.9 %) and a tightening of MMF shares' holding (- 1.6 %, after + 0.5 %), included in M3-M2.

The growth of saving accounts, including "Livret A" passbooks, is stable at + 3.8 %.

After taking into account the monetary external assets vis-à-vis other Eurozone countries, the French component of euro area monetary aggregate M3 increases, on a quarterly average, by 5.6 %, as the two previous months.

France : Monetary Resources of Monetary Financial Institutions

| | Outstandings (in € Bn) (a) | Annual growth rate (in %) (a) | | | |
|--|-------------------------------|-------------------------------|------------|-------------|--------|
| | | Jul-18 | May-18 | Jun-18 | Jul-18 |
| Overnight deposits | 999 | 8.5 | 8.9 | 8.4 | |
| = Domestic resources included in M1 | 999 | 8.5 | 8.9 | 8.4 | |
| <i>Domestic resources included in M1, 3-month moving average</i> | | 8.7 | 8.8 | 8.6 | |
| Deposits with agreed maturity of up to 2 years | 125 | 5.3 | 2.4 | 9.1 | |
| + Saving accounts | 665 | 3.9 | 3.8 | 3.8 | |
| = Domestic resources included in M2-M1 | 790 | 4.1 | 3.5 | 4.6 | |
| <i>Domestic resources included in M2-M1, 3-month moving average</i> | | 3.4 | 3.7 | 4.1 | |
| MMF shares | 271 | -1.0 | 0.5 | -1.6 | |
| + Repurchase agreements | 21 | 27.5 | 35.7 | 8.5 | |
| + Debt securities issued with a maturity of up to 2 years | 58 | 0.4 | -0.4 | -6.7 | |
| = Domestic resources included in M3-M2 | 350 | 0.8 | 2.2 | -1.9 | |
| <i>Domestic resources included in M3-M2, 3-month moving average</i> | | 1.7 | 2.7 | 0.3 | |
| Sum of domestic resources included in M3 | 2 139 | 5.5 | 5.7 | 5.2 | |
| <i>Sum of domestic resources included in M3, 3-month moving average</i> | | 5.5 | 5.8 | 5.5 | |
| + Monetary external liabilities vis-à-vis other monetary union members | 228 | 5.0 | 6.2 | 12.7 | |
| - Monetary external assets vis-à-vis other monetary union members | 47 | 14.3 | 13.6 | 7.8 | |
| = French component of euro area monetary aggregate M3 | 2 320 | 5.3 | 5.6 | 5.8 | |
| <i>French component of euro area monetary aggregate M3, 3-month moving average</i> | | 5.6 | 5.6 | 5.6 | |

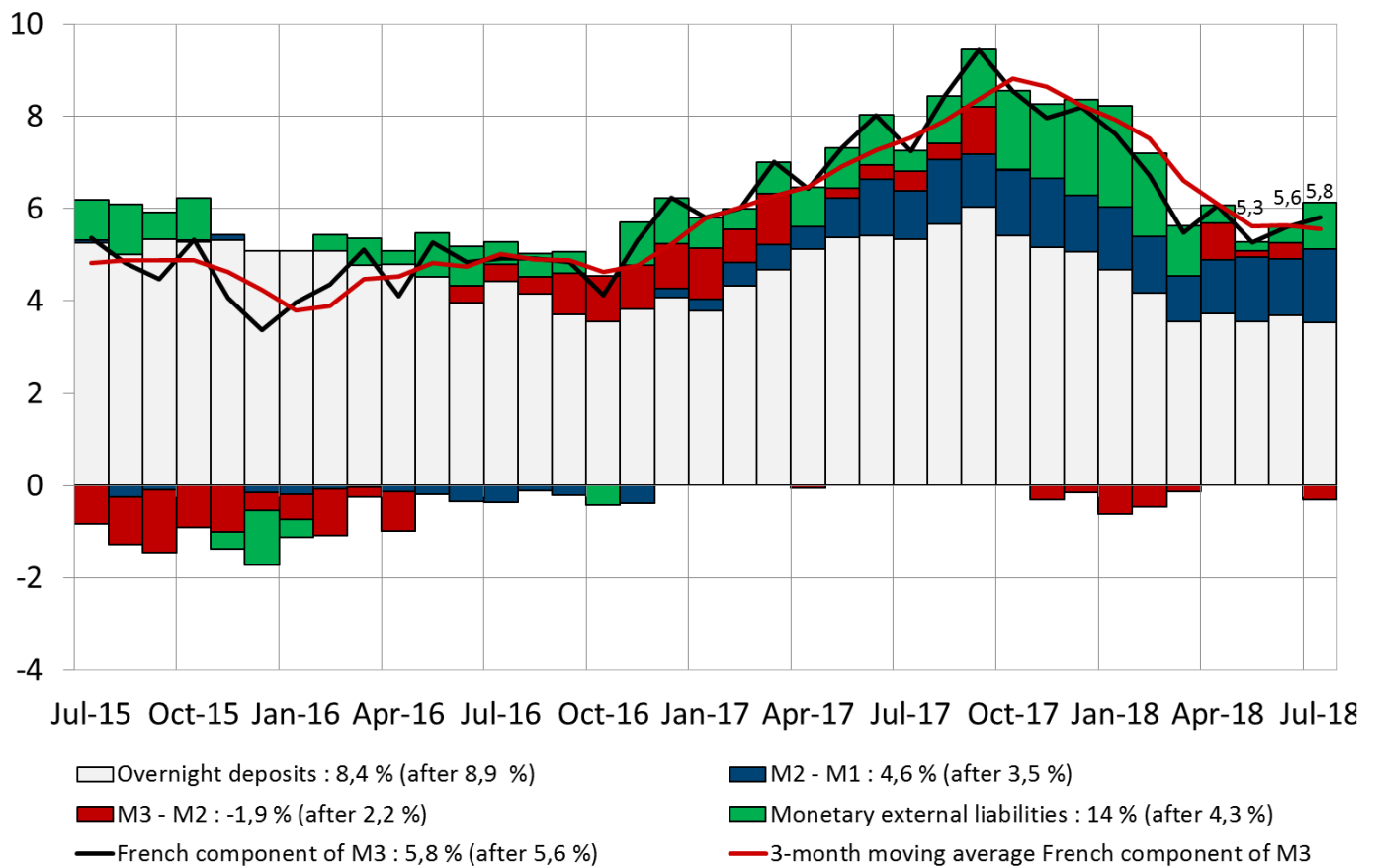
(a) Seasonally-adjusted data.

Source : BdF



Contributions to the growth of the French component of M3

(Annual growth rate in %)



Additional information

The outstanding amount of monetary claims (excluding coins and banknotes) consists of claims with an initial maturity of up to and including 2 years that monetary counterparts (basically households, non-financial corporations, general government excluding central government, insurance corporations, non-money market funds, investment funds and financial vehicle corporations) hold against monetary financial institutions (deposit-taking institutions, *sociétés de financement* under French law, Caisse des dépôts et consignations, MMF and the central bank).

Saving accounts include regulated saving accounts, i.e. *livrets A*, *livrets de développement durable*, *comptes d'épargne logement*, *livrets d'épargne populaire*, and non-regulated saving accounts, i.e. *livrets jeunes* and *livrets ordinaires*. One part of the amounts held on regulated saving accounts is transferred by deposit-taking institutions to a fund managed by the Caisse des dépôts et consignations; the other part remains in banks' balance sheets. Debt securities with maturity of up to 2 years mainly include certificates of deposit (short term paper) issued by French deposit-taking institutions and subscribed by neither MMF nor deposit-taking institutions counterparts.

Annual growth rates are adjusted for reclassifications and revaluations but not for foreign exchange rate effects.

