

Monetary developments – France • May 2019

Growth of overnight deposits remains strong in May

The growth of overnight deposits confirms its dynamism in May (+ 10.5 % after + 9.8 %). Deposits with agreed maturity fold up while Saving accounts accelerate (+ 5.0 % after + 4.6 %) resulting in a slight slow-down of domestic resources included in M2-M1 (+ 3.6 % after + 4.3 %). The contraction in domestic resources included in M3-M2 weakens (- 2.0 % after - 3.1 %) due to the smaller decrease of MMF shares' holdings (- 1.5 % after - 2.1 %).

After taking into account monetary external assets vis-à-vis other monetary union members, the pace of growth of the French component of the euro area monetary aggregate M3 accelerates slightly (+ 5.9 % after + 5.7 % in April).

France : Monetary Resources of Monetary Financial Institutions

	Outstanding s (in € Bn) (a)	Annual growth rate (in %) (a)			
		May-19	Mar-19	Apr-19	May-19
Overnight deposits	1 069	11.2	9.8	10.5	
= Domestic resources included in M1	1 069	11.2	9.8	10.5	
<i>Domestic resources included in M1, 3-month moving average</i>		9.9	10.2	10.5	
Deposits with agreed maturity of up to 2 years	116	-3.7	2.3	-4.2	
+ Saving accounts	693	4.7	4.6	5.0	
= Domestic resources included in M2-M1	809	3.4	4.3	3.6	
<i>Domestic resources included in M2-M1, 3-month moving average</i>		3.5	3.7	3.8	
MMF shares	266	-1.9	-2.1	-1.5	
+ Repurchase agreements	21	-14.7	-20.2	-14.8	
+ Debt securities issued with a maturity of up to 2 years	62	-1.7	-0.6	0.8	
= Domestic resources included in M3-M2	349	-2.8	-3.1	-2.0	
<i>Domestic resources included in M3-M2, 3-month moving average</i>		-2.0	-2.2	-2.6	
Sum of domestic resources included in M3	2 227	5.9	5.5	5.8	
<i>Sum of domestic resources included in M3, 3-month moving average</i>		5.5	5.6	5.7	
+ Monetary external liabilities vis-à-vis other monetary union members	232	0.3	5.2	5.0	
- Monetary external assets vis-à-vis other monetary union members	51	-8.7	-3.3	-0.5	
= French component of euro area monetary aggregate M3	2 408	5.7	5.7	5.9	
<i>French component of euro area monetary aggregate M3, 3-month moving average</i>		5.3	5.7	5.8	

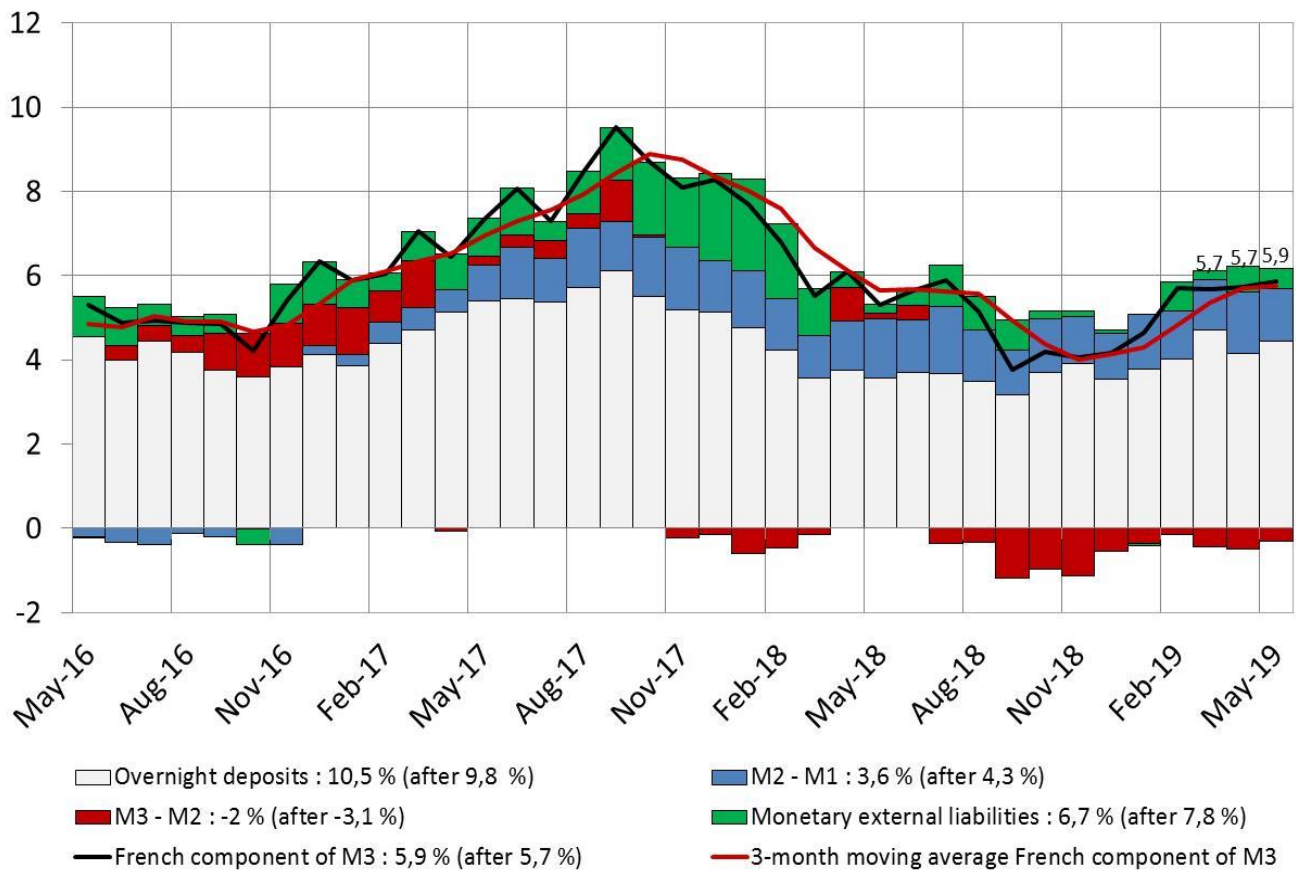
(a) Seasonally-adjusted data.

Source : Banque de France



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.

