

## Monetary developments – France • July 2019

### Money growth is still driven by overnight deposits

In July, overnight deposits keep on growing at a strong pace (+ 10.4 % after + 10.7 %). Saving accounts encounter a slight decrease of their growth's rhythm (+ 4.6 % after + 4.9 %) meanwhile deposits with agreed maturity diminution speeds-up (- 5.7 % after - 3.8 %). In total, domestic resources included in M2-M1 are growing at a lower rate than last month (+ 3.0 % after + 3.6 %). The contraction in domestic resources included in M3-M2 resorbs (- 0.4 % after - 5.2 %).

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 (+ 5.7 % after + 5.4 % in June).

#### France : Monetary Resources of Monetary Financial Institutions

	Outstandings (in € Bn) (a)		Annual growth rate (in %) (a)	
	Jul-19	May-19	Jun-19	Jul-19
Overnight deposits	1 106	10.1	10.7	10.4
<b>= Domestic resources included in M1</b>	<b>1 106</b>	<b>10.1</b>	<b>10.7</b>	<b>10.4</b>
<i>Domestic resources included in M1, 3-month moving average</i>		10.2	10.1	10.4
Deposits with agreed maturity of up to 2 years	118	-3.9	-3.8	-5.7
+ Saving accounts	695	5.0	4.9	4.6
<b>= Domestic resources included in M2-M1</b>	<b>814</b>	<b>3.6</b>	<b>3.6</b>	<b>3.0</b>
<i>Domestic resources included in M2-M1, 3-month moving average</i>		3.8	3.8	3.4
MMF shares	262	-2.2	-5.5	-3.1
+ Repurchase agreements	21	-14.8	-18.5	-4.0
+ Debt securities issued with a maturity of up to 2 years	66	1.1	1.2	13.6
<b>= Domestic resources included in M3-M2</b>	<b>349</b>	<b>-2.5</b>	<b>-5.2</b>	<b>-0.4</b>
<i>Domestic resources included in M3-M2, 3-month moving average</i>		-2.7	-3.6	-2.7
<b>Sum of domestic resources included in M3</b>	<b>2 268</b>	<b>5.6</b>	<b>5.4</b>	<b>5.9</b>
<i>Sum of domestic resources included in M3, 3-month moving average</i>		5.7	5.5	5.6
+ Monetary external liabilities vis-à-vis other monetary union members	237	5.3	6.2	5.2
- Monetary external assets vis-à-vis other monetary union members	54	-0.6	7.9	13.9
<b>= French component of euro area monetary aggregate M3</b>	<b>2 452</b>	<b>5.7</b>	<b>5.4</b>	<b>5.7</b>
<i>French component of euro area monetary aggregate M3, 3-month moving average</i>		5.7	5.6	5.6

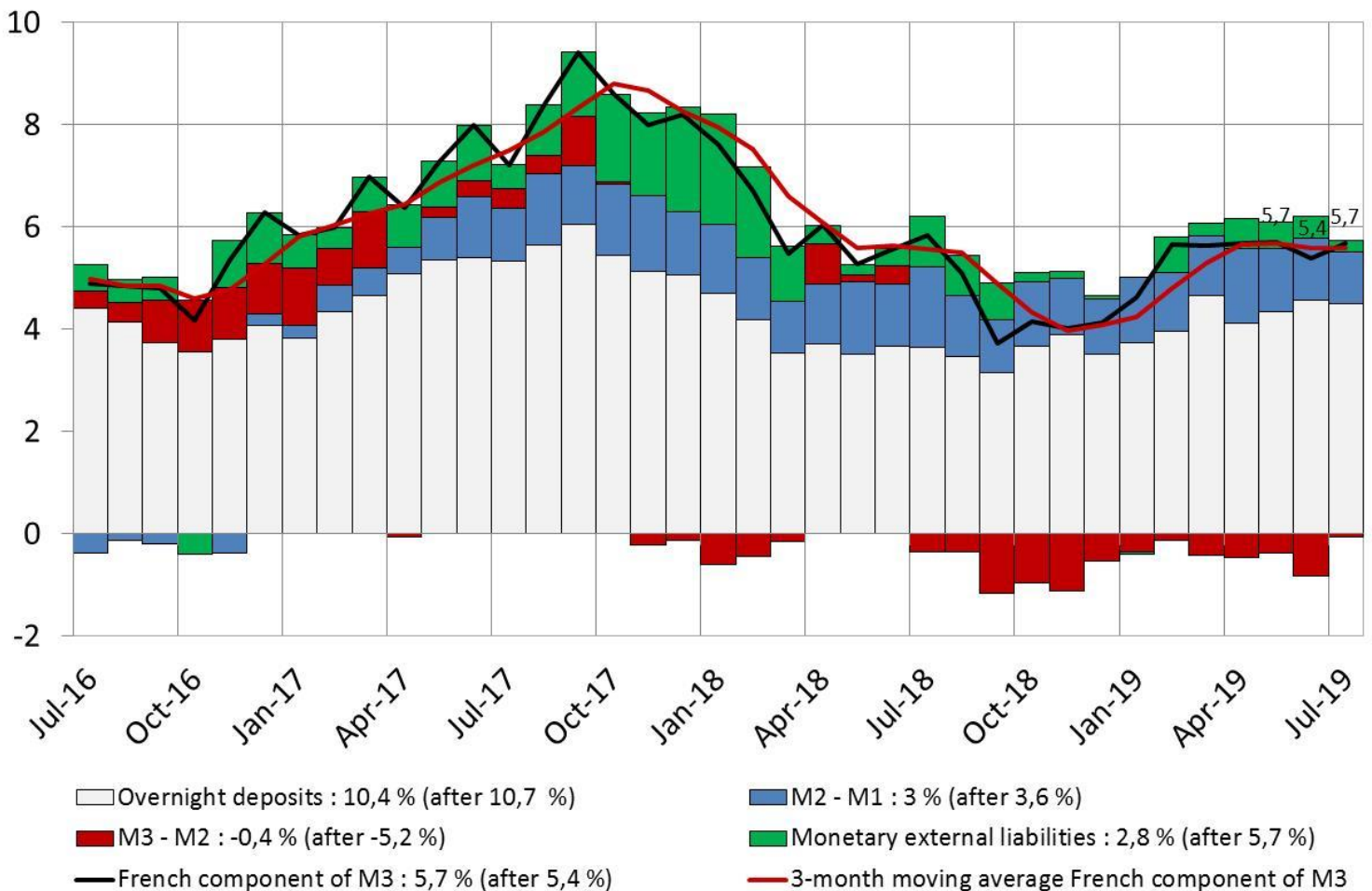
(a) Seasonally-adjusted data.

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.

