

# Financial overview of investment Funds – France

## Second quarter 2018

### Investment funds record net outflows of 30 billion

- 2nd quarter 2018:** Non-money market funds record negative outflows of -18 billion, mainly due to non-resident investors withdrawals (-9 billion for the euro area and -7 billion for the rest of the world). In terms of investments, non-money market funds sell shares and long-term debt securities for 16 billion respectively and these disinvestments mainly concern foreign securities (-23 billion). Money market funds record net outflows of EUR 12 billion as a result of withdrawals by resident financial corporations (EUR -17 billion) and non-resident investors from the euro area (EUR -7 billion).
- Over one year:** Non-money market funds record net outflows of EUR 12 billion, mainly due to equity funds (EUR -10 billion) and mixed funds (EUR -7 billion), partially offset by inflows in other categories (including real estate funds: EUR +7 billion). Non-resident investors and resident MFIs account for this movement (-17 billion and -15 billion respectively). Non-money market funds are net sellers of foreign equities (-25 billion), French public debt securities (-3 billion) and foreign debt securities (-3 billion). Money market funds (-1 billion over one year) reallocate their portfolios toward short-term debt securities (+6 billion) at the expense of long-term debt securities (-11 billion).
- Focus - Real Estate Funds:** In Q2 2018, net assets of real estate funds reach 100 billion (including 59 billion for OPCIs and 41 billion for SCPIs). Over the last 12 months, real estate funds increase by 11 billion, due to net inflows of 7 billion. On the investment side, office property investments increase by 4 billion over one year.

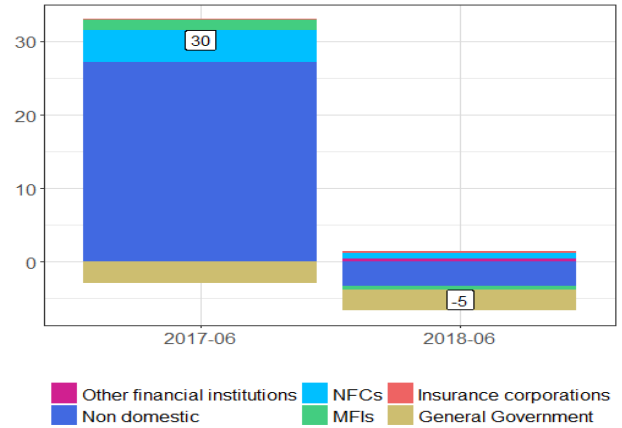
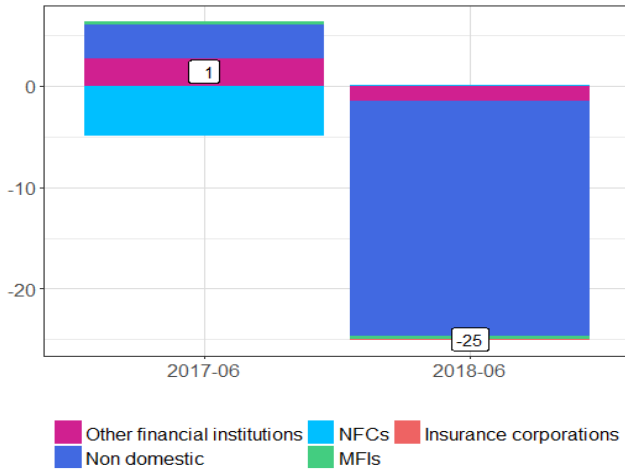
### G1. Net subscriptions by type of funds (cumulative flows over 4 quarters - Billion €)



G2. Investment funds – Net investments by resident issuer sectors (cumulative flows over 4 quarters - Billion €)

A- In equities

B - In debt securities



Investment funds assets and investors

(EUR billion)

Assets		Net flows (a)		Stocks Part (%)		Investors		Net flows (a)		Stocks Part (%)	
		2018Q2	4 moving quarters	2018Q2	2018Q2			2018Q2 (g)	4 moving quarters	2018Q2	2018Q2
<b>Non-money market funds</b>	<b>Total</b>	-18	-12	1 281	100%	<b>Total</b>	-18	-12	1 281	100%	
<b>by type of instrument</b>	Debt securities up to 1 year	5	5	34	3%	<b>Resident</b>	-2	5	1120	87%	
	Debt securities over 1 year	-16	-10	359	28%	Insurance corporations	-1	-2	477	37%	
	Equity	-16	-25	465	36%	Households and NPSH	16	6	268	21%	
	Investment fund shares	2	11	320	25%	Non money market funds	-3	-1	152	12%	
	Real estate assets	2	4	70	5%	General Government	5	13	141	11%	
	Net deposits and loans and other assets (b)	5	4	33	3%	MFIs	-17	-15	31	2%	
<b>by geographical area (c)</b>	Resident	-2	-3	572	49%	Non-Financial corporations	0	5	46	4%	
	Non-Resident euro area	-15	-11	398	34%	Other financial institutions	-1	-1	6	0%	
	Non-Euro area	-8	-6	207	18%						
<b>by issuer (c)</b>	Non-Financial corporations and others (d)	-21	-19	571	49%	<b>Non-Resident euro area</b>	-9	-9	140	11%	
	MFIs	0	-2	173	15%	MFIs	-9	-9	129	10%	
	General Government	-1	-7	106	9%	Non MFIs	0	0	11	1%	
	Others (e)	-3	8	327	28%	<b>Non-Euro area</b>	-7	-8	21	2%	
	of which non money market funds	-1	9	251	21%						
<b>Money market funds (f)</b>	<b>Total</b>	-12	-1	317	100%	<b>Total</b>	-12	-1	317	100%	
<b>by type of instrument</b>	Debt securities up to 1 year	-12	6	198	62%	<b>Resident</b>	-6	2	271	85%	
	Debt securities over 1 year	-1	-11	83	26%	Insurance corporations	10	10	110	35%	
	Investment fund shares	1	0	1	0%	Non-Financial corporations	-17	-12	59	19%	
	Net deposits and loans and other assets (b)	0	4	35	11%	Non money market funds	4	3	66	21%	
<b>by geographical area (c)</b>	Resident	-7	3	124	44%	Households and NPSH	0	-1	7	2%	
	Non-Resident euro area	-3	-11	85	30%	General Government	-1	2	13	4%	
	Non-Euro area	-2	4	73	26%	Credit Institutions	-2	0	9	3%	
<b>by issuer (c)</b>	MFIs	-12	-5	204	72%	Other financial institutions	1	1	6	2%	
	Non-Financial corporations and others (d)	5	11	53	19%	<b>Non-Resident euro area</b>	-7	-3	41	13%	
	Others (e)	-4	-8	25	9%	MFIs	-7	-2	36	11%	
	General Government	-1	-4	1	0%	Non MFIs	1	-2	5	2%	
					<b>Non-Euro area</b>	1	0	5	2%		

Note: As from this publication, real estate funds are integrated in data; Rounding differences mean that an aggregate may not be exactly equal to the sum of its components.

Source : Banque de France

- (a) Variation of outstanding amounts for Money Market Funds
- (b) net loans and net other assets include financial derivatives, non-financial assets and other receivables, net of other liabilities
- (c) excluding loans and other net assets ; only securities portfolio
- (d) Others added to Non-Financial Corporations include others Financial Institutions of the rest of the world (non MFIs as Insurance Corporations)
- (e) Others : Non Money Market funds, Insurance and other Financial Institutions
- (f) Consolidated Data: consolidated outstanding of money market fund shares or units do not include the resident securities held by money market funds themselves
- (g) Quarterly holdings data are provisional and will be revised next quarter

Focus

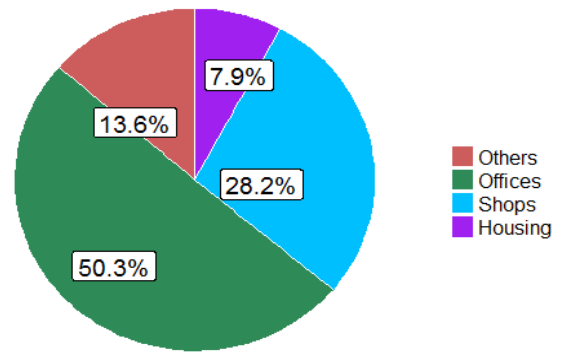
G3. REAL ESTATE FUNDS

A - Balance sheet (Q2-2018)

Assets		Liabilities	
Real estate assets (a) <i>of which buildings</i>	70 56	Investment fund shares/units	100
		<i>OPCI</i>	59
		<i>SCPI</i>	41
Equity(b) and investment funds shares	31	Other liabilities (c)	17
Other assets (c)	16		
<b>Total</b>	<b>117</b>	<b>Total</b>	<b>117</b>

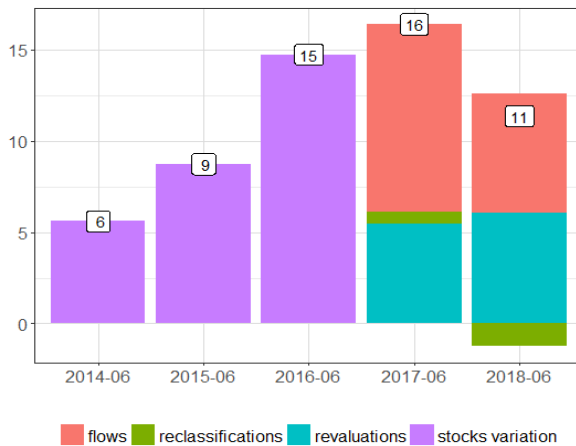
SCPI and OPCI are two legal structures of French real estate funds  
(a) including real estate claims (current account advances, deposits and guarantees);  
(b) including shares in property investment companies ;  
(c) Other assets/debts: uncalled capital; loan, deposit/debt, unrealized gain or loss on building...

B - Breakdown by type of buildings



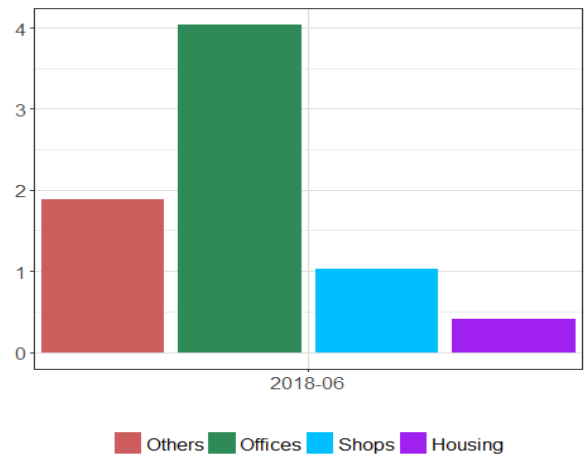
Others real estate buildings : warehouses, commercial spaces, others

C - Investment fund shares/units evolution (cumulative flows over 12 months)



Stock decomposition is not available before 2016Q2

D - Evolution of buildings (cumulative flows over 12 months)



Others real estate buildings : warehouses, commercial spaces, others

