

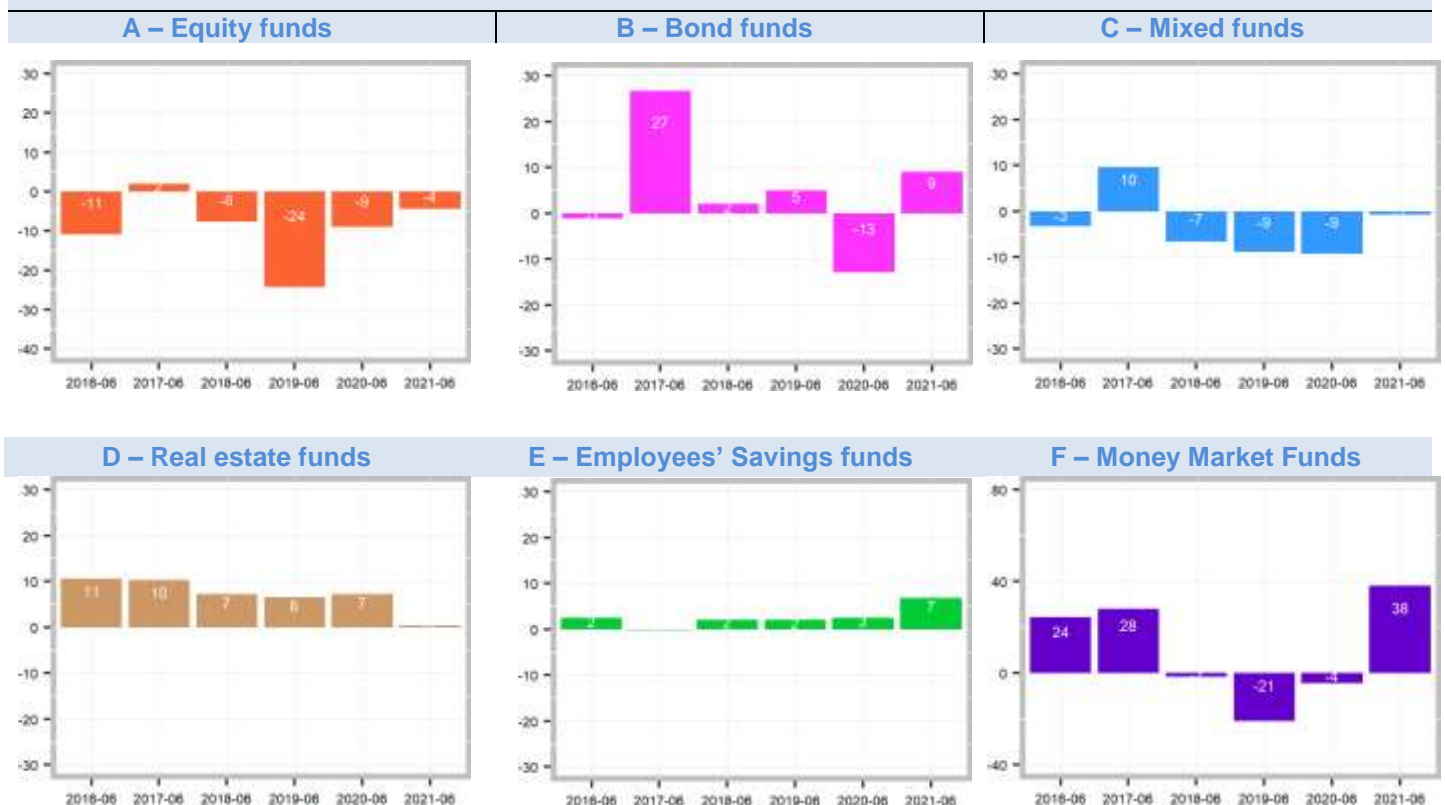
Financial overview of investment Funds – France

Second quarter 2021

Further outflows from money market funds in Q2

- In Q2 2021:** After record inflows in 2020, money market funds again record net outflows (-18 billion after -13 billion in the first quarter, see table on page 2) and outstandings at the end of June are almost at the same level as in February 2020 just before the crisis. Residents are net sellers (-19 billion), and more particularly non-financial companies (-15 billion) and credit institutions (-6 billion). On the investment side, deposits and other net investments as well as short-term debt securities, which had largely benefited from favorable arbitrage in 2020, suffer withdrawals of 10 billion and 6 billion respectively (see table p2). Non-money market funds see a moderate net inflow of 5 billion, with strong withdrawals by financial and monetary institutions (9 billion) more than offset by purchases by the non-financial sector.
- Over a sliding year:** Money market fund inflows remain largely positive (+ 36 billion in consolidated data). Residents are the largest investors (+21 billion, see table p2), particularly insurance companies (+13 billion). The sums collected are invested in short-term securities (+ 31 billion, see table 2), confirming the reallocation of investments towards quasi-liquid securities. Non-money market funds record net subscriptions of 8 billion (see table p.2), including 11 billion from resident investors. These subscriptions mainly concern bond funds (+9 bn) and employee savings funds (+7 billion) (see G1), to the detriment in particular of equity funds (-4 billion). Investments are mainly directed towards mutual funds (+8 billion, see table 2) at the expense of deposits and other net investments (-8 billion).

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



Investment funds assets and investors

(EUR billion)

Assets		Net flows (a)		Stocks Part (%)		Investors		Net flows (a)		Stocks Part (%)	
		2021Q2	4 moving quarters	2021Q2				2021Q2 (g)	4 moving quarters	2021Q2	
Non-money market funds	Total	5	8	1 419	100%	Total	5	8	1 419	100%	
by type of instrument	Debt securities up to 1 year	1	-3	23	2%	Resident	6	11	1288	91%	
	Debt securities over 1 year	3	2	377	27%	Insurance corporations	2	1	545	38%	
	Equity	-1	3	555	39%	Households and NPSH	7	6	296	21%	
	Investment fund shares	3	8	347	24%	Non money market funds	2	4	165	12%	
	Real estate assets	1	3	93	7%	General Government	5	2	164	12%	
	Net deposits and loans and other assets (b)	-2	-7	24	2%	MFIs	-9	-7	50	4%	
by geographical area (c)	Resident	1	-3	626	48%	Non-Financial corporations	2	3	58	4%	
	Non-Resident euro area	1	5	434	33%	Other financial institutions	-2	1	10	1%	
	Non-Euro area	4	10	242	19%						
by issuer (c)	Non-Financial corporations and others (d)	1	4	654	50%	Non-Resident euro area	-2	-3	105	7%	
	MFIs	-1	-1	160	12%	MFIs	-3	-4	89	6%	
	General Government	1	-2	105	8%	Non MFIs	0	1	16	1%	
	Others (e)	5	10	383	29%	Non-Euro area	1	0	26	2%	
	<i>of which non money market funds</i>	2	9	282	22%						
Money market funds (f)	Total	-18	36	342	100%	Total	-18	36	342	100%	
by type of instrument	Debt securities up to 1 year	-6	31	202	59%	Resident	-19	21	268	78%	
	Debt securities over 1 year	-1	5	69	20%	Insurance corporations	1	13	102	30%	
	Investment fund shares	-1	-1	1	0%	Non-Financial corporations	-15	-2	67	19%	
	Net deposits and loans and other assets (b)	-10	0	70	20%	Non money market funds	1	-1	62	18%	
by geographical area (c)	Resident	-5	24	128	47%	Households and NPSH	0	-1	4	1%	
	Non-Resident euro area	-3	1	79	29%	General Government	1	3	14	4%	
	Non-Euro area	1	12	66	24%	Credit Institutions	-6	-2	2	1%	
by issuer (c)	MFIs	-4	17	169	62%	Other financial institutions	-2	10	16	5%	
	Non-Financial corporations and others (d)	-2	10	61	22%	Non-Resident euro area	0	9	61	18%	
	Others (e)	2	1	22	8%	MFIs	2	11	57	17%	
	General Government	-4	8	21	8%	Non MFIs	-2	-2	4	1%	
	Non-Euro area	1	6	13	4%						

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

