

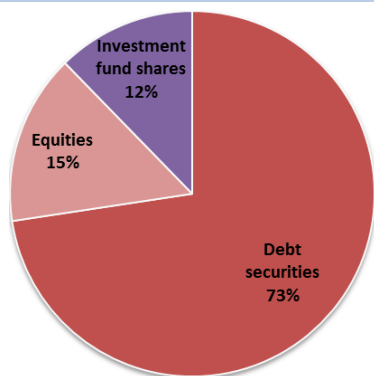
12th October 2018

Financial Assets of Insurance Corporations – France • 2nd quarter 2018

Insurers channel their investments in the second-quarter towards money market funds shares

At the end of June 2018, the financial assets of French insurance corporations reach €2 547 billion (marked to market). They increase by €22 billion compared to the first quarter, due to life and mixed insurance corporations' transactions (+ €21 billion). Three-quarters of investments go to investment fund shares, mainly MMF shares (+ €11 billion). The valuation effects are low this quarter.

Financial portfolio assets by type of assets

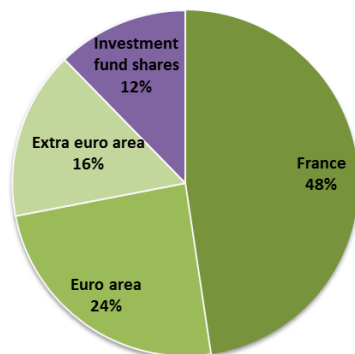


After the implementation of a look-through approach ¹, debt securities, i.e. mainly bonds, account for 73% of insurer's portfolio. Equities represent 15% of the portfolio. The remaining 12% is invested in mutual funds shares.

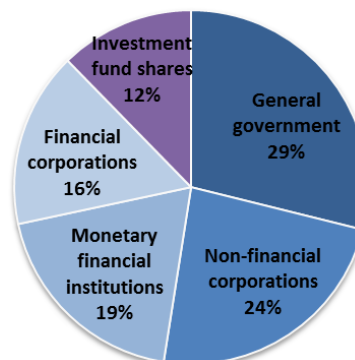
48% of the portfolio is invested in assets issued by residents, 40% in assets issued by non-residents and 12% in unallocated mutual fund shares.

Financial assets are split between general government (29%), NFCs (24%), banks and other monetary financial institutions or MFIs (19%), in financial corporations (16%) and finally 12% of unallocated investment fund shares.

Financial portfolio assets by geographical area



Financial portfolio assets by issuers



¹ The look-through approach consists in replacing the resident mutual funds shares in the insurance portfolios by the final investments of mutual funds when the information is available. The 12% residual amount correspond to these mutual funds shares (mainly non-resident) which cannot be allocated with this approach. After a look-through approach, the share of equities increased by +7 basis points (8% to 15%) and the one of debt securities by +11 basis points (62% to 73%).

Financial assets of insurance corporations – 2nd quarter 2018

(EUR billion, outstanding amounts at market prices at end of period, variations, transactions, valuation effects during period)

		Life and composite IC			Non-Life IC			Total IC		
		Net flows	Valuation effect	Stocks	Net flows	Valuation effect	Stocks	Net flows	Valuation effect	Stocks
Currency and deposits		1,5	0,0	32	0,5	0,0	12	2,0	0,0	45
Debt securities	≤ 1 year (original maturity)	2,0	0,0	22	-0,1	0,0	0	1,9	0,0	22
	> 1 year (original maturity)	-2,2	-5,9	1 382	-0,5	-0,4	110	-2,7	-6,3	1 492
Loans		2,2	0,0	40	-0,1	0,0	9	2,1	0,0	49
Equity	Listed shares	-0,8	1,1	73	-0,1	0,0	14	-0,9	1,1	87
	Unlisted shares	1,2	0,2	48	0,0	-0,1	25	1,2	0,1	73
	Others shares	1,6	0,0	20	0,4	-0,2	23	2,0	-0,3	44
Investment	Money market funds	11,6	0,0	98	-0,2	0,0	7	11,4	0,0	105
	Non money market funds	4,0	6,6	591	-0,4	0,2	36	3,6	6,8	626
Financial derivatives		-0,1		4	0,0		0	-0,1		4
Total		21,0	1,9	2 310	-0,5	-0,4	238	20,4	1,5	2 547

NB: Previously published data have been revised (correction of reporting mistakes and use of annual data). For example, financial assets at first quarter 2018 went from €2 509 billion to €2 525 billion.

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