

5 January 2021

## Monetary developments – France • November 2020

### The strong growth of M3 continues

The annual growth of the « overnight deposits » component of the M3 aggregate remains strong in November (+ 21.8 %, after + 22.5 % in October and + 23.8 % in September).

The M2 – M1 aggregate increases is + 8.3 % at annual pace, after + 7.4 % in October, driven by the increase in saving accounts (+ 9.2 %, after + 8.5 % in October). The M3 - M2 aggregate (+ 8.9 % at annual pace, after + 7.2 % in October) is supported by the increase in MMF shares (+ 10.4 %, after + 9.8 % in October).

After taking into account monetary assets and liabilities vis-à-vis other monetary union members, the growth of the French component of the M3 aggregate emerges at + 15.2 % at annual pace, after + 14.6 % in October. However, from month to month, as reflected in the graph (see front), the growth dynamic is normalizing.

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

	Outstandings (in € Bn) (a)	Annual growth rate (in %) (a)		
		Nov-20	Sep-20	Oct-20
Overnight deposits	1 380	23.8	22.5	21.8
<b>= Domestic resources included in M1</b>	<b>1 380</b>	<b>23.8</b>	<b>22.5</b>	<b>21.8</b>
<i>Domestic resources included in M1, 3-month moving average</i>		23.9	23.4	22.7
Deposits with agreed maturity of up to 2 years	120	-3.1	0.8	3.0
+ Saving accounts	762	8.1	8.5	9.2
<b>= Domestic resources included in M2-M1</b>	<b>882</b>	<b>6.4</b>	<b>7.4</b>	<b>8.3</b>
<i>Domestic resources included in M2-M1, 3-month moving average</i>		6.3	6.5	7.4
MMF shares	289	7.3	9.8	10.4
+ Repurchase agreements	33	43.7	46.1	56.9
+ Debt securities issued with a maturity of up to 2 years	51	-21.1	-18.7	-14.9
<b>= Domestic resources included in M3-M2</b>	<b>373</b>	<b>5.4</b>	<b>7.2</b>	<b>8.9</b>
<i>Domestic resources included in M3-M2, 3-month moving average</i>		3.6	5.1	7.2
<b>Sum of domestic resources included in M3</b>	<b>2 635</b>	<b>14.7</b>	<b>14.8</b>	<b>15.1</b>
<i>Sum of domestic resources included in M3, 3-month moving average</i>		14.5	14.6	14.9
+ Monetary external liabilities vis-à-vis other monetary union members	249	13.7	5.5	9.5
- Monetary external assets vis-à-vis other monetary union members	46	-25.3	-20.0	-13.7
<b>= French component of euro area monetary aggregate M3</b>	<b>2 838</b>	<b>15.5</b>	<b>14.6</b>	<b>15.2</b>
<i>French component of euro area monetary aggregate M3, 3-month moving average</i>		14.3	14.3	15.1

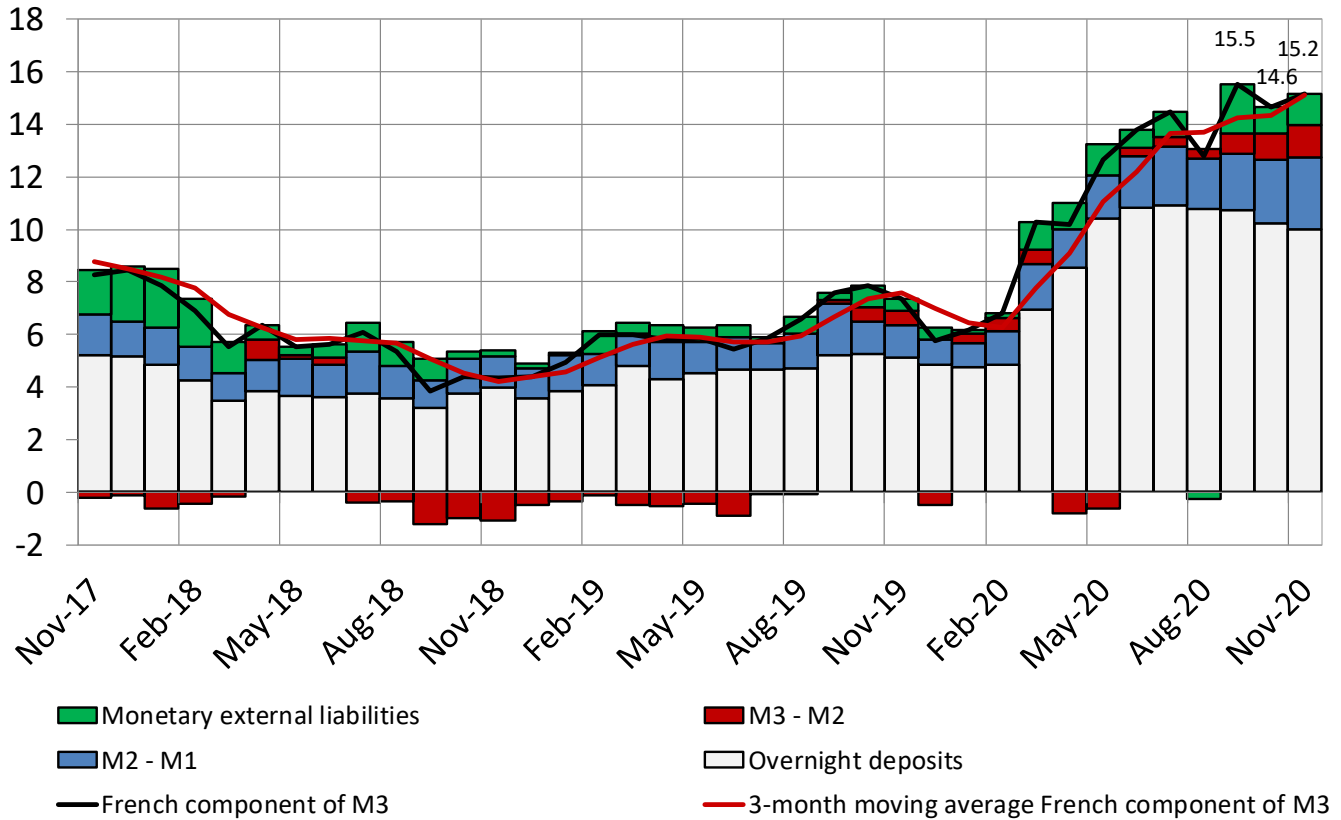
(a) Seasonally-adjusted data.

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.

