

Monetary developments – France • August 2018

Domestic monetary resources slow down

The growth rate of resident monetary resources decreases again in August (+ 4.9 % after + 5.3 % in July and + 5.7 % in June). This decrease mainly reflects the slowdown of overnight deposits (+ 8.2 %, after + 8.8 % in July) and deposits with agreed maturity up to 2 years (+ 5.3 %, after + 8.8 % in July) as well as a stronger tightening of MMF shares' holding (- 3.7 %, after - 1.9 %).

The growth of saving accounts also diminishes slightly (+ 3.6 % in August, after + 3.8 % in June and July).

After taking into account monetary external assets vis-à-vis other monetary union members, the French component of the euro area monetary aggregate M3 decelerates in August (+ 5.2 %, after + 5.9 % in July). However, its 3-months moving average remains unchanged at + 5.6 %.

France : Monetary Resources of Monetary Financial Institutions

	Outstandings (in € Bn) (a)	Annual growth rate (in %) (a)		
		Aug-18	Jun-18	Jul-18
Overnight deposits	993	9.0	8.8	8.2
= Domestic resources included in M1	993	9.0	8.8	8.2
<i>Domestic resources included in M1, 3-month moving average</i>		8.9	8.8	8.7
Deposits with agreed maturity of up to 2 years	131	2.4	8.8	5.3
+ Saving accounts	669	3.8	3.8	3.6
= Domestic resources included in M2-M1	800	3.5	4.6	3.9
<i>Domestic resources included in M2-M1, 3-month moving average</i>		3.6	4.1	4.0
MMF shares	269	0.4	-1.9	-3.7
+ Repurchase agreements	23	36.5	8.6	18.0
+ Debt securities issued with a maturity of up to 2 years	59	-0.3	-6.6	1.4
= Domestic resources included in M3-M2	351	2.1	-2.1	-1.7
<i>Domestic resources included in M3-M2, 3-month moving average</i>		2.6	0.2	-0.6
Sum of domestic resources included in M3	2 144	5.7	5.3	4.9
<i>Sum of domestic resources included in M3, 3-month moving average</i>		5.8	5.5	5.3
+ Monetary external liabilities vis-à-vis other monetary union members	232	6.3	12.2	7.1
- Monetary external assets vis-à-vis other monetary union members	46	13.1	7.2	-0.8
= French component of euro area monetary aggregate M3	2 329	5.6	5.9	5.2
<i>French component of euro area monetary aggregate M3, 3-month moving average</i>		5.7	5.6	5.6

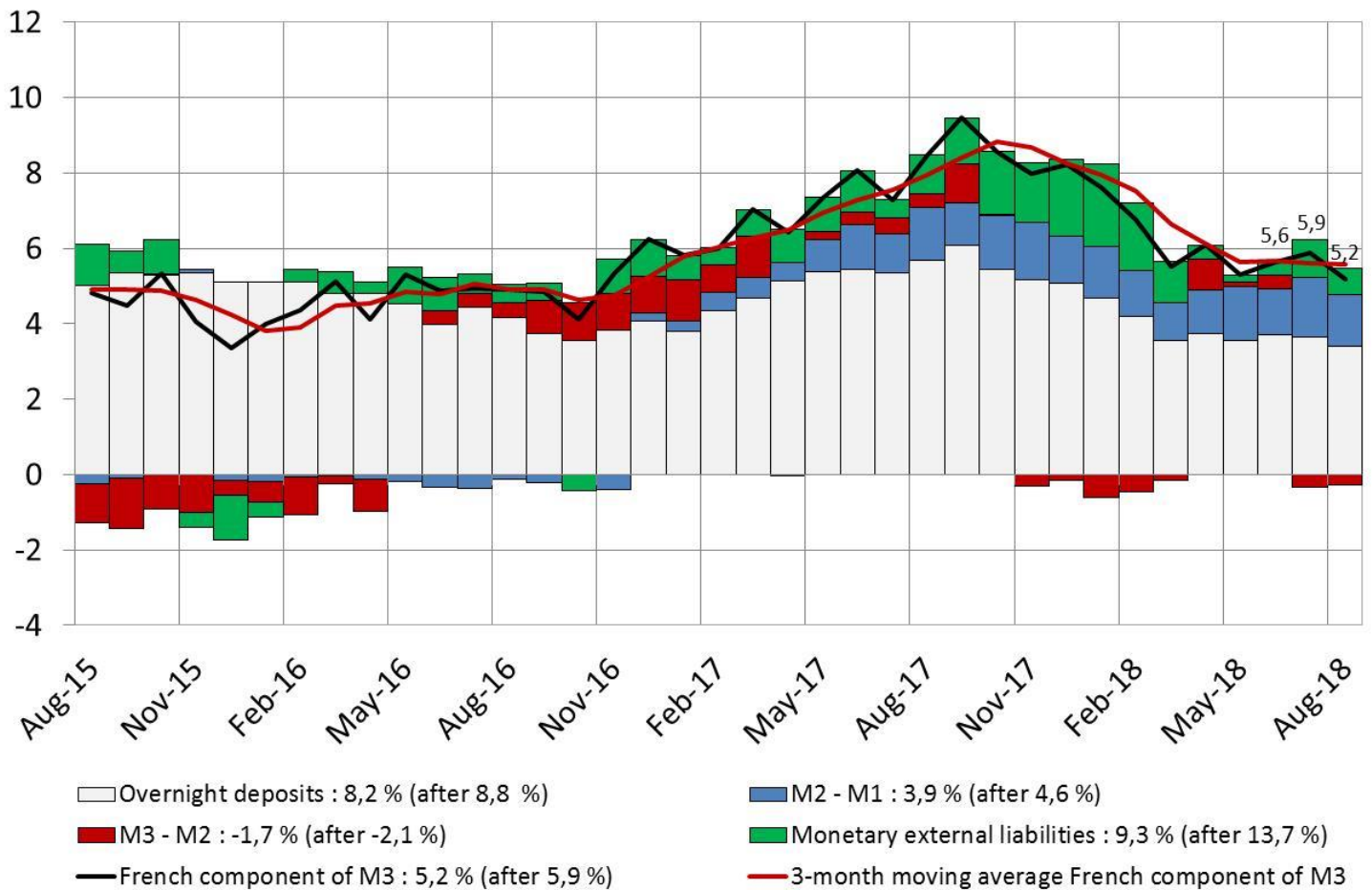
(a) Seasonally-adjusted data.

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.

