

Financial overview of investment Funds – France

Second quarter 2019

Non-money market funds collect again in the 2nd quarter

- 2nd quarter 2019:** Non-money market funds record positive inflows of 4 billion (see table p. 2) for the first time since the fourth quarter of 2017, mainly in bonds and employee savings funds. These subscriptions partly correspond to the seasonal phenomenon of employee profit-sharing and incentive payments. Resident investors contribute to the positive net flow (+7 bn) while non-residents recorded withdrawals (-3 bn).

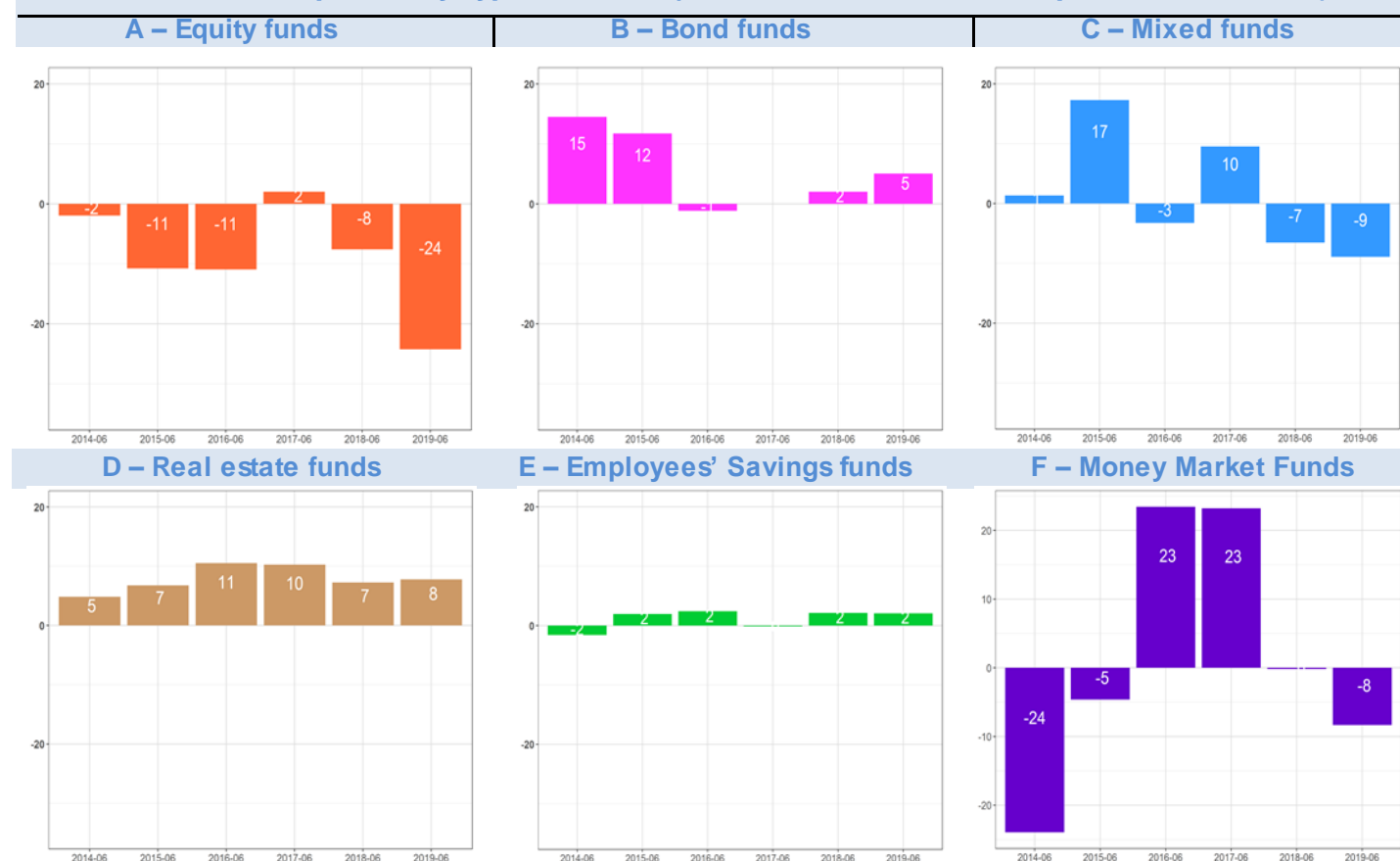
MMFs record negative inflows of -13 billion. It is reflected in particular in net sales of securities issued by residents (-8 billion) and issuers outside the euro area (-6 billion)

- Over one year:** Non-money market funds outflows amount to -19 billion, mainly resulting from equity and mixed funds (-24 billion and -9 billion, see graphs G1). On the investor side, withdrawals by MFIs from the euro area outside France (-26 billion) are partially offset by inflows from residents (+12 billion). On the assets side, net sales of securities relate to equities and short-term debt securities (respectively -15 billion and -7 billion, see table p.2). They also focus on securities issued by non-financial corporations (-26 billion).

MMFs also record a 12-month outflow of EUR -8 billion (see G1), resulting in net sales of securities issued by credit institutions (EUR -29 billion). Resident investors are the main contributors to outflows (-17 billion).

- Focus - Real Estate Funds:** The net assets of real estate funds amount to 114 billion (67 billion for OPCIs and 47 billion for SCPIs, see page 3), up 13 billion year-on-year, including 8 billion in flows. The majority of the properties held by the funds are still located in the Ile de France region (62%) and mainly represent offices (51%) and shops (29%). Over the last 12 months, the Ile-de-France and New Aquitaine regions recorded the largest changes in outstandings.

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



Investment funds assets and investors

(EUR billion)

(EUR billion)

Assets		Net flows (a)		Stocks Part (%)		Investors		Net flows (a)		Stocks Part (%)	
		2019Q2	4 moving quarters	2019Q2				2019Q2 (€)	4 moving quarters	2019Q2	
Non-money market funds	Total	4	-19	1 286	100%	Total	4	-19	1 286	100%	
by type of instrument	Debt securities up to 1 year	-6	-7	27	2%	Resident	7	12	1152	90%	
	Debt securities over 1 year	4	2	371	29%	Insurance corporations	8	8	494	38%	
	Equity	0	-15	455	35%	Households and NPSH	7	5	267	21%	
	Investment fund shares	2	-3	319	25%	Non money market funds	-1	-8	146	11%	
	Real estate assets	0	3	79	6%	General Government	7	11	149	12%	
	Net deposits and loans and other assets (b)	5	0	35	3%	MFIs	-14	-9	37	3%	
by geographical area (c)	Resident	5	4	581	50%	Non-Financial corporations	2	7	53	4%	
	Non-Resident euro area	-3	-9	394	34%	Other financial institutions	-1	-1	6	0%	
	Non-Euro area	-2	-17	198	17%						
by issuer (c)	Non-Financial corporations and others (d)	-1	-26	561	48%	Non-Resident euro area	-2	-25	113	9%	
	MFIs	3	3	171	15%	MFIs	-3	-26	100	8%	
	General Government	-3	2	112	10%	Non MFIs	1	1	12	1%	
	Others (e)	0	-1	329	28%	Non-Euro area	-1	-6	21	2%	
	<i>of which non money market funds</i>	-2	-6	247	21%						
Money market funds (f)	Total	-13	-8	308	100%	Total	-13	-8	308	100%	
by type of instrument	Debt securities up to 1 year	-7	-3	194	63%	Resident	-13	-17	254	83%	
	Debt securities over 1 year	0	-4	79	26%	Insurance corporations	2	-4	106	35%	
	Investment fund shares	0	1	3	1%	Non-Financial corporations	-18	-8	51	17%	
	Net deposits and loans and other assets (b)	-6	-3	32	10%	Non money market funds	4	4	70	23%	
by geographical area (c)	Resident	-8	-2	122	44%	Households and NPSH	1	-2	5	2%	
	Non-Resident euro area	6	8	94	34%	General Government	-3	-5	9	3%	
	Non-Euro area	-6	-12	61	22%	Credit Institutions	-1	-3	7	2%	
by issuer (c)	MFIs	-10	-29	174	63%	Other financial institutions	1	1	7	2%	
	Non-Financial corporations and others (d)	-1	18	70	26%	Non-Resident euro area	-2	7	48	15%	
	Others (e)	3	1	26	10%	MFIs	-2	7	43	14%	
	General Government	1	4	5	2%	Non MFIs	0	0	5	2%	
					Non-Euro area	2	1	6	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

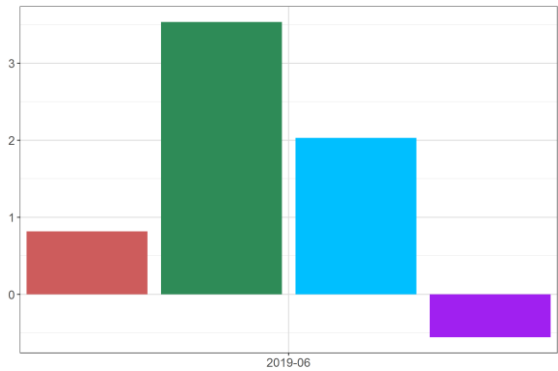
Focus

G3. REAL ESTATE FUNDS

A - Balance sheet (Q2-2019)

B - Breakdown by type of buildings (€ billions)

Assets			Liabilities		
	2019T2	12-month evolution		2019T2	12-month evolution
Real estate assets (a)	79	+8	Investment fund	114	+13
of which buildings	63	+6	shares/units		
of wich office/shops	80%		OPCI	67	+7
			SCPI	47	+6
equity (b) and investment	35	+4	bank liabilities	7	-1
bank deposits	5	-	Other liabilities (c)	11	+1
Other assets (c)	13	+1			
Total	132	+13	Total	132	+13



Others real estate buildings : warehouses, commercial spaces

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/liabilities: uncalled capital; financial derivatives, property rental receivable, unrealized gain or loss on building
NB: data may have a lag of 3 to 6 months with the reference period depending on the frequency with which the funds are valued

C - Distribution of buildings by geographical area

D - Evolution of buildings by geographical area (over 12 months - € billions)

