

# Financial overview of investment funds – France – Q2 2024

20 September 2024

## Outstanding amounts of non-money market funds shares increase in Q2 2024

- After a year of rising interest rates, the consolidated outstanding amounts of French **money market funds** shares remain significantly higher than their value a year ago: they increased by +€35 bn over the year, despite disinvestments of €12 bn in the second quarter (see table p.2).

Holdings of MMF shares: Over a sliding year, insurance companies were the main buyers (+€11 bn). In the second quarter, their investments decreased by €3 bn, less sharply than those of non-financial corporations (-€8 bn) and households (-€6 bn).

Changes in portfolio assets: Over the year, investments were focused on long-term debt securities (+€18 bn) and short-term debt securities (+€12 bn).

- By contrast, **non-money market funds** regained attractiveness, with their outstanding amounts rising from €1574 bn to €1606 bn over the quarter.

Holdings of non-MMF shares: Households were the main buyers of non-money market funds over the last three months (+€17 bn). Over a sliding year, the main investors were households and general government (respectively +€12 bn and +€13 bn).

Changes in portfolio assets: Non-money market funds mainly acquired long-term debt securities, non-money market fund shares and equities (respectively +€10 bn, +€9 bn, and +€6 bn over the quarter). Over a sliding year, long-term debt securities were the primary beneficiaries of investments (+€20 bn). Regarding the geographical allocation of investments, securities issued by non-residents in the euro area recorded the largest acquisitions over the last four quarters (+€17 bn).

### 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	Share (%)	Investors		Net flows (a)		Stocks	Share (%)
		2024Q2	4 moving quarters	2024Q2				2024Q2	4 moving quarters	2024Q2	
Non-money market funds	<b>Total</b>	<b>25</b>	<b>13</b>	<b>1 606</b>	<b>100%</b>	<b>Total</b>	<b>25</b>	<b>13</b>	<b>1606</b>	<b>100%</b>	
	by type of instrument	Debt securities up to 1 year	-1	-4	23	1%	<b>Resident</b>	<b>26</b>	<b>8</b>	<b>1442</b>	<b>90%</b>
		Debt securities over 1 year	10	20	430	27%	Insurance corporations	4	-8	615	38%
		Equity	6	-2	643	40%	Households and NPSH	17	12	321	20%
		Investment fund shares	9	-1	386	24%	Non money market funds	3	-9	185	12%
		Real estate assets	1	3	97	6%	General Government	7	13	177	11%
	by geographical area (c)	Net deposits and loans and other assets (b)	2	-3	28	2%	MFI	-2	0	50	3%
		Resident	9	-7	735	50%	Non-Financial corporations	-5	-4	72	4%
		Non-Resident euro area	9	17	468	32%	Other financial institutions	2	4	23	1%
	by issuer (c)	Non-Euro area	5	2	278	19%	<b>Non-Resident euro area</b>	<b>4</b>	<b>8</b>	<b>121</b>	<b>8%</b>
Non-Financial corporations and others (d)		7	5	700	47%	MFI	10	8	79	5%	
MFI		4	0	207	14%	Non MFI	-6	1	42	3%	
General Government		1	-3	114	8%	<b>Non-Euro area</b>	<b>-5</b>	<b>-3</b>	<b>43</b>	<b>3%</b>	
Money market funds (f)	Others (e)	10	11	460	31%						
	of which non money market funds	3	0	313	21%						
	<b>Total</b>	<b>-12</b>	<b>35</b>	<b>410</b>	<b>100%</b>	<b>Total</b>	<b>-12</b>	<b>35</b>	<b>410</b>	<b>100%</b>	
	by type of instrument	Debt securities up to 1 year	-6	12	282	69%	<b>Resident</b>	<b>-11</b>	<b>33</b>	<b>310</b>	<b>76%</b>
		Debt securities over 1 year	-1	18	55	14%	Insurance corporations	-3	11	114	28%
		Investment fund shares	0	0	1	0%	Non-Financial corporations	-8	7	64	16%
		Net deposits and loans and other assets (b)	-5	4	71	17%	Non money market funds	6	5	81	20%
	by geographical area (c)	Resident	-4	13	164	48%	Households and NPSH	-6	1	9	2%
		Non-Resident euro area	-2	10	105	31%	General Government	2	3	23	6%
		Non-Euro area	-1	7	69	21%	Credit Institutions	-2	-1	2	0%
by issuer (c)	MFI	-5	32	247	73%	Other financial institutions	1	6	17	4%	
	Non-Financial corporations and others (d)	1	-3	56	16%	<b>Non-Resident euro area</b>	<b>-1</b>	<b>3</b>	<b>93</b>	<b>23%</b>	
	Others (e)	-2	1	28	8%	MFI	1	6	89	22%	
	General Government	0	1	8	2%	Non MFI	-2	-3	4	1%	
					<b>Non-Euro area</b>	<b>0</b>	<b>-1</b>	<b>7</b>	<b>2%</b>		

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

