

Monetary developments – France • December 2018

Growth in overnight deposits remains robust

Overnight deposits slow down in December (+ 8.2 % after + 9.3 % in November) as well as domestic resources included in M2-M1 (+ 3.1 % after + 3.3 %), the latter suffering from the contraction in deposits with agreed maturity (- 2.9 % after + 0.2 %). MMF shares' holdings diminish less strongly in December (- 3.6 % after - 8.0 %), implying a smaller decline in domestic resources included in M3-M2 (- 3.8 % after - 7.5 %).

After taking into account monetary external assets vis-à-vis other monetary union members, the growth rate of the French component of the euro area monetary aggregate M3 decreases very slightly (+ 4.0 % after + 4.1 %).

France : Monetary Resources of Monetary Financial Institutions

	Outstandings (in € Bn) (a)	Annual growth rate (in %) (a)		
		Dec-18	Oct-18	Nov-18
Overnight deposits	1 027	8.8	9.3	8.2
= Domestic resources included in M1	1 027	8.8	9.3	8.2
<i>Domestic resources included in M1, 3-month moving average</i>		8.2	8.6	8.8
Deposits with agreed maturity of up to 2 years	123	3.8	0.2	-2.9
+ Saving accounts	670	3.7	3.9	4.3
= Domestic resources included in M2-M1	793	3.7	3.3	3.1
<i>Domestic resources included in M2-M1, 3-month moving average</i>		3.4	3.3	3.3
MMF shares	242	-7.9	-8.0	-3.6
+ Repurchase agreements	20	1.9	-13.2	-20.8
+ Debt securities issued with a maturity of up to 2 years	62	-2.9	-3.2	2.3
= Domestic resources included in M3-M2	324	-6.3	-7.5	-3.8
<i>Domestic resources included in M3-M2, 3-month moving average</i>		-5.4	-7.1	-5.9
Sum of domestic resources included in M3	2 144	4.4	4.3	4.3
<i>Sum of domestic resources included in M3, 3-month moving average</i>		4.1	4.0	4.3
+ Monetary external liabilities vis-à-vis other monetary union members	215	-1.7	-0.2	-3.0
- Monetary external assets vis-à-vis other monetary union members	39	-17.0	-6.9	-16.9
= French component of euro area monetary aggregate M3	2 320	4.2	4.1	4.0
<i>French component of euro area monetary aggregate M3, 3-month moving average</i>		4.4	4.0	4.1

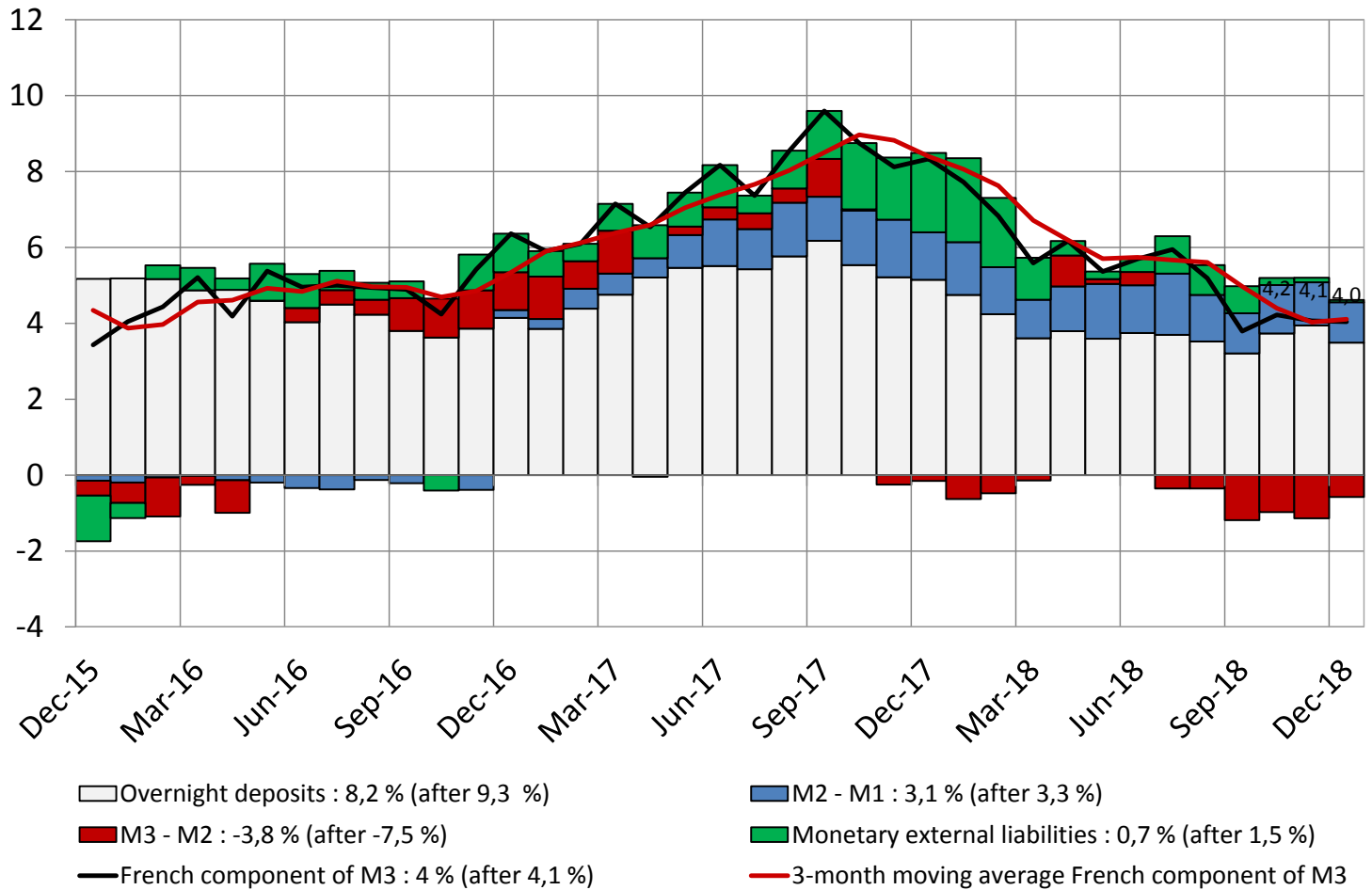
(a) Seasonally-adjusted data.

Source : Banque de France



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.

