

Monetary developments – France • February 2019

Marked increase in accounts and deposits, with a strong appetite for overnight deposits

The growth of overnight deposits keeps rising in February (+ 9.8 % after + 9.1 % in January and + 8.6 % in December). The decrease in time deposits (- 3.4 %) is more than offset by the growth of saving accounts (+ 4.6 %), keeping high the pace of growth of domestic resources included in M2-M1 (+ 3.3 % after + 3.8 % in January). On the contrary, MMF shares' holdings still diminish (- 3.0 % after - 5.6 %), implying a new contraction in domestic resources included in M3-M2 (- 2.9 % after - 2.4 %).

After taking into account monetary external assets vis-à-vis other monetary union members, the pace of growth of the French component of the euro area monetary aggregate M3 strengthens (+ 5.7 % after + 4.7 % in January) but remains below the highest historical levels.

France : Monetary Resources of Monetary Financial Institutions

	Outstandings (in € Bn) (a)		Annual growth rate (in %) (a)	
	Feb-19	Dec-18	Jan-19	Feb-19
Overnight deposits	1 024	8.6	9.1	9.8
= Domestic resources included in M1	1 024	8.6	9.1	9.8
<i>Domestic resources included in M1, 3-month moving average</i>		9.0	9.1	9.2
Deposits with agreed maturity of up to 2 years	116	-2.5	0.6	-3.4
+ Saving accounts	681	4.2	4.4	4.6
= Domestic resources included in M2-M1	797	3.2	3.8	3.3
<i>Domestic resources included in M2-M1, 3-month moving average</i>		3.4	3.4	3.4
MMF shares	255	-3.2	-5.6	-3.0
+ Repurchase agreements	20	-19.3	-4.6	-12.7
+ Debt securities issued with a maturity of up to 2 years	59	1.9	13.4	1.7
= Domestic resources included in M3-M2	335	-3.5	-2.4	-2.9
<i>Domestic resources included in M3-M2, 3-month moving average</i>		-5.6	-4.4	-2.9
Sum of domestic resources included in M3	2 156	4.5	5.2	5.2
<i>Sum of domestic resources included in M3, 3-month moving average</i>		4.4	4.6	4.9
+ Monetary external liabilities vis-à-vis other monetary union members	236	-2.6	-2.9	2.9
- Monetary external assets vis-à-vis other monetary union members	36	-15.7	-11.3	-27.5
= French component of euro area monetary aggregate M3	2 357	4.2	4.7	5.7
<i>French component of euro area monetary aggregate M3, 3-month moving average</i>		4.2	4.3	4.9

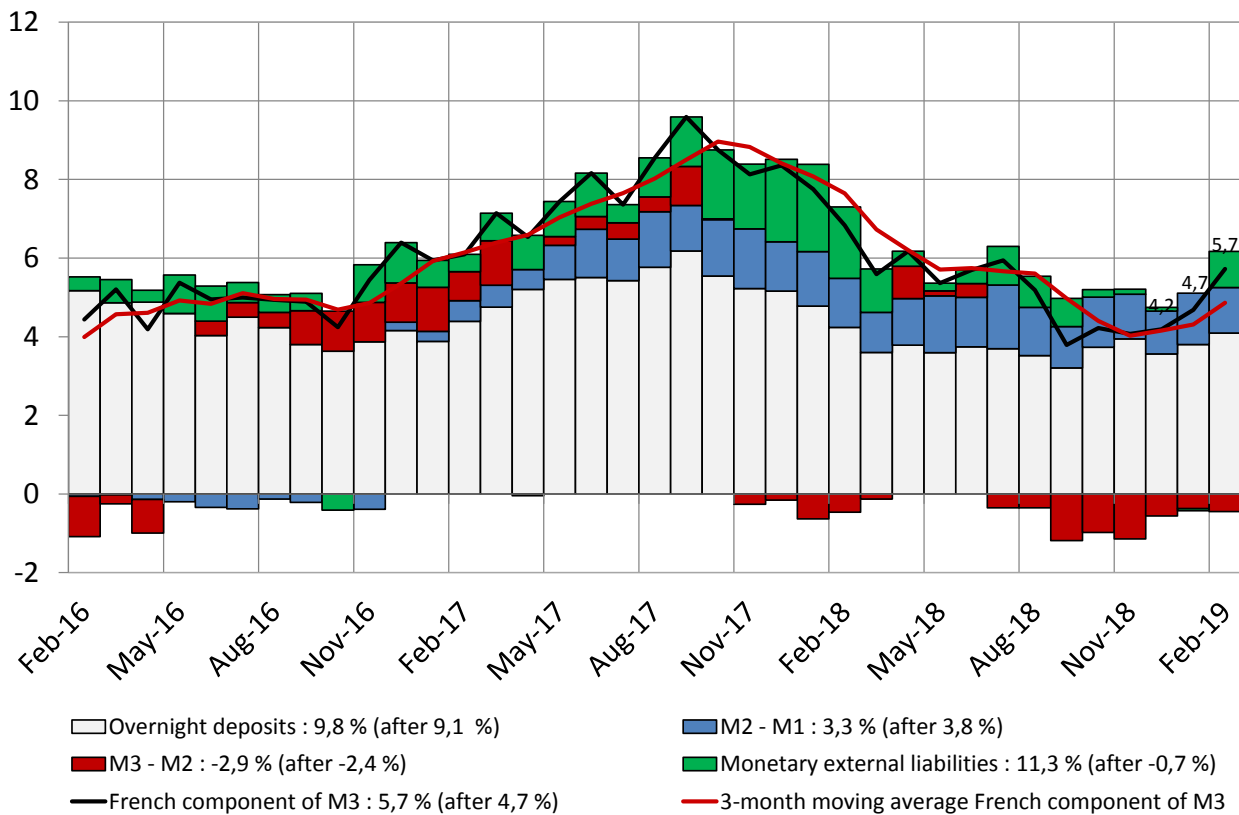
(a) Seasonally-adjusted data.

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.

