

31 May 2021

Monetary developments – France • April 2021

Overnight deposits growth is still strong

The overnight deposits annual growth rate moderates to stand at + 13.1 % in April 2021 (down from + 17.4 % in March and + 23.1 % in February 2021).

The annual growth of M2 – M1 aggregate also settle down (+ 8.8 % year-on-year, down from + 9.7 % in March) mainly due to a lower increase in saving accounts (+ 9.8 %, down from + 10.5 % in March) and to a lesser extent, a lower increase of deposits with agreed maturity of up to 2 years (+ 2.8 %, down from + 4.8 % in Mars).

The strong increase of investments in MMF shares (+ 26.5 %, up from + 21.1 %) drives aggregate growth M3 – M2, which settles at + 10.1 % over one year (up from + 3.0 % in March and + 3.7 % in February).

After taking into account monetary assets and liabilities vis-à-vis other euro area members, the growth in the French component of aggregate M3 is almost stable in April 2021 (+ 12.3 % year-on-year, down from + 12.4 % in March and + 15.5 % in February 2021).

France : Monetary Resources of Monetary Financial Institutions

	Outstandings (in € Bn) (a)		Annual growth rate (in %) (a)	
	Apr-21	Feb-21	Mar-21	Apr-21
Overnight deposits	1 428	23.1	17.4	13.1
= Domestic resources included in M1	1 428	23.1	17.4	13.1
<i>Domestic resources included in M1, 3-month moving average</i>		23.4	21.4	17.9
Deposits with agreed maturity of up to 2 years	120	9.9	4.8	2.8
+ Saving accounts	799	10.4	10.5	9.8
= Domestic resources included in M2-M1	918	10.3	9.7	8.8
<i>Domestic resources included in M2-M1, 3-month moving average</i>		9.9	10.0	9.6
MMF shares	293	6.9	21.1	26.5
+ Repurchase agreements	33	51.7	-35.1	-30.0
+ Debt securities issued with a maturity of up to 2 years	49	-24.9	-30.1	-20.3
= Domestic resources included in M3-M2	375	3.9	3.0	10.1
<i>Domestic resources included in M3-M2, 3-month moving average</i>		9.5	5.2	5.7
Sum of domestic resources included in M3	2 722	15.6	12.6	11.2
<i>Sum of domestic resources included in M3, 3-month moving average</i>		16.4	14.8	13.1
+ Monetary external liabilities vis-à-vis other monetary union members	272	5.2	5.3	18.8
- Monetary external assets vis-à-vis other monetary union members	43	-28.3	-17.3	-10.9
= French component of euro area monetary aggregate M3	2 951	15.5	12.4	12.3
<i>French component of euro area monetary aggregate M3, 3-month moving average</i>		16.5	14.9	13.4

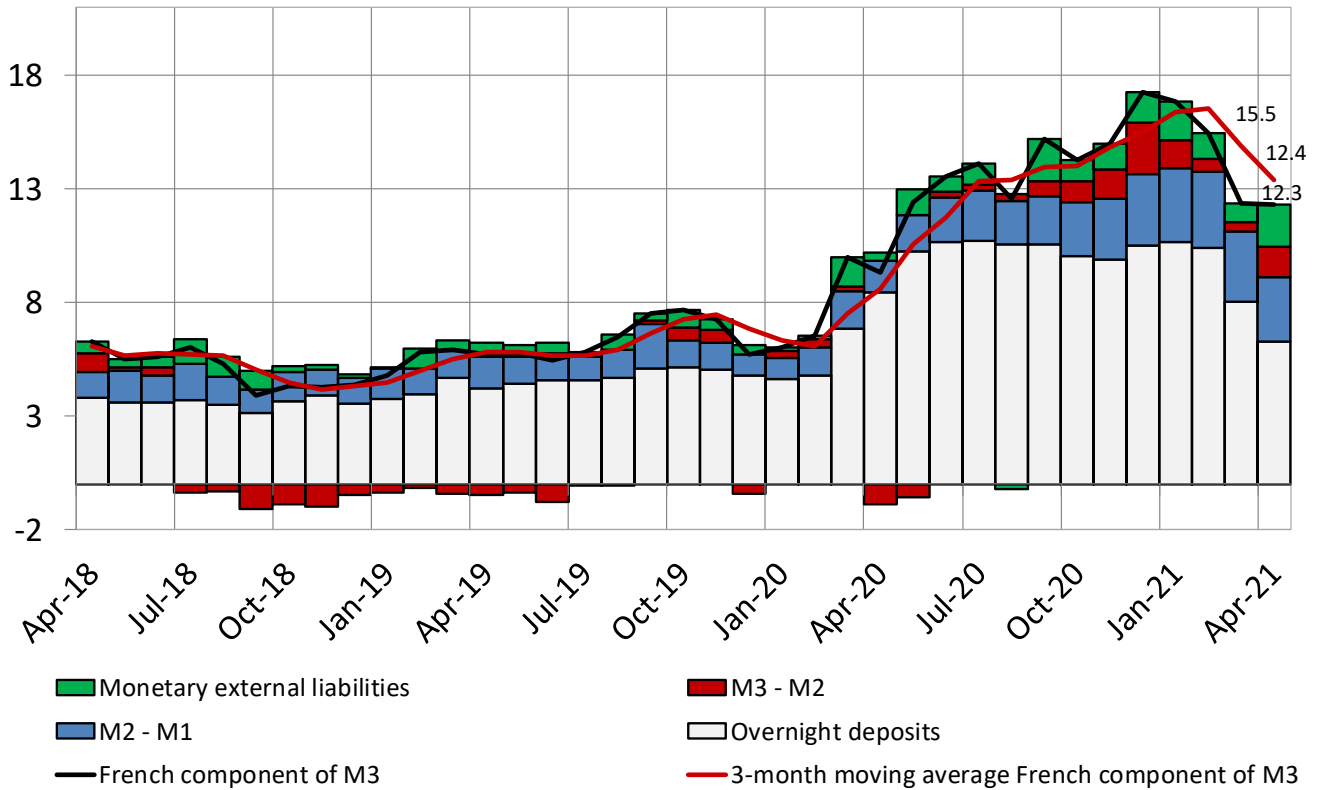
(a) Seasonally-adjusted data.

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.

