

28 August 2017

Loans to non-financial corporations July 2017

Buoyant acceleration of loans to non-financial corporations

The annual growth rate of loans to non-financial corporations rises sharply in July 2017 (+5.1%, up from +3.9% in June). This increase is largely explained by treasury loans (+3.5%, up from +0.2%). Large one-off operations of two industrial and commercial groups account for almost half of the overall increase (€8.5 billion, seasonally adjusted), the remaining being much more broadly distributed. Equipment loans also accelerate (+7.1%, up from +6.3%).

Outstanding amounts and annual growth rate (not seasonally adjusted)

(Outstanding amounts in € Bn, annual growth rate in %)

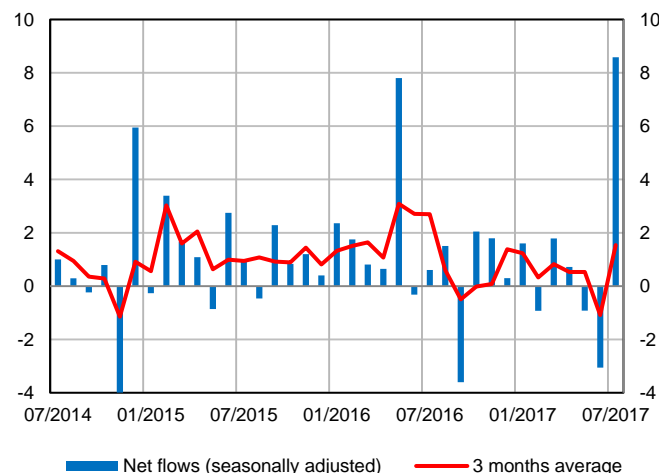
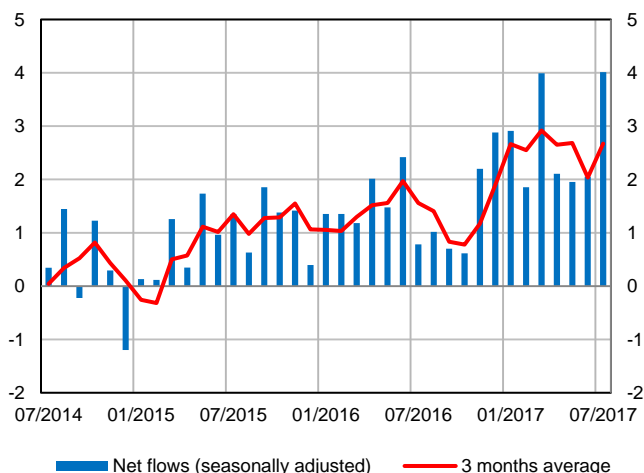
	End-of-month level	Annual growth rate		
	Jul.-17	May-17	Jun.-17	Jul.-17
Total	948	4.2	3.9	5.1
Investment	663	5.4	5.2	5.7
<i>Equipment</i>	396	6.5	6.3	7.1
<i>Real estate</i>	267	3.9	3.7	3.6
Treasury	226	1.5	0.2	3.5
Other lending	58	1.5	3.7	4.1

Monthly changes in stocks of equipment loans (seasonally adjusted flows)

(Monthly flow in € Bn)

Monthly changes in stocks of treasury loans (seasonally adjusted flows *)

(Monthly flows in € Bn)



* Seasonal adjusted monthly net flows of other lending to NFC are allocated to treasury loans in proportion to the outstanding amounts.

Additional information

Non-financial corporations include all companies, whose main activity is the production of goods and non-financial services, excluding sole proprietor and unincorporated partnerships.

Growth rates are calculated by correcting derecognition of loans from the MFI's statistical balance sheet due to their sale and securitization and the effects of changes not resulting from economic transactions, particularly write-offs/write-downs, population changes (e.g. reclassification of a counterparty from the non-financial corporations sector to the government sector). On the other hand, exchange rate effects are not corrected in these data expressed in the equivalent euro value, in particular because it is not known how corporate debts in foreign currency are hedged against exchange-rates.