

Loan to non-financial corporations – France • June 2021

Equipment loan remains dynamic

- The annual growth rate of outstanding loans to non-financial corporations rises by 3.5% in June, after 4.5% in May. This smaller increase reflects a base effect, linked to the strong increase in outstanding loans in spring and summer 2020. However, the level of credit remains high: +14.9% compared to pre-crisis levels two years ago.
- The base effect of PGEs is particularly visible on treasury loans, whose annual growth rate is contracting over one year (-0.3%, after +3.0% in May), while remaining high over two years (+29.0%). Changes in outstanding treasury loans are close to zero as banks have extended many PGEs over one year.
- Investment loans remain close to the dynamics of the previous months (+4.9%, after +4.8% in May): continued growth of the real estate component (+4.7%, after +4.5% in May) and near stability of the equipment component (+5.0%, after +5.1% in May) with a monthly flow of EUR 2.8 billion, which exceeds the 5-year average (EUR 2.5 billion).

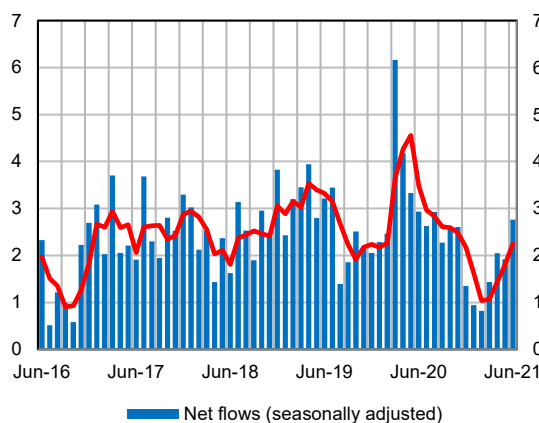
Outstanding amounts and annual growth rates (not seasonally adjusted)

(Outstanding amounts in € Bn. annual growth rates in %)

	End-of-month level	Growth rate					
		Over one year			Over two years		
		June-21	Apr-21	May-21	June-21	Apr-21	May-21
Total	1 208	7.5	4.5	3.5	16.3	15.4	14.9
Investment	824	5.0	4.8	4.9	11.2	11.0	10.8
<i>Equipment</i>	508	5.4	5.1	5.0	13.0	12.7	12.6
<i>Real estate</i>	316	4.2	4.5	4.7	8.5	8.3	8.0
Treasury	317	14.2	3.0	-0.3	32.0	29.9	29.0
Other lending	67	8.3	7.5	4.7	13.6	11.8	8.7

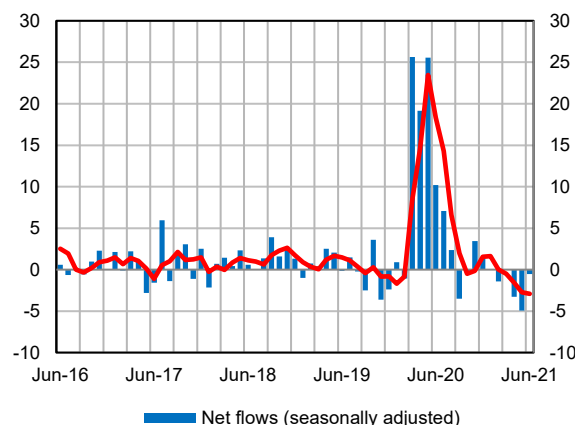
Monthly changes in stocks of equipment loans (seasonally adjusted flows*)

(Monthly flows in € Bn)



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

(Monthly flows in € Bn)



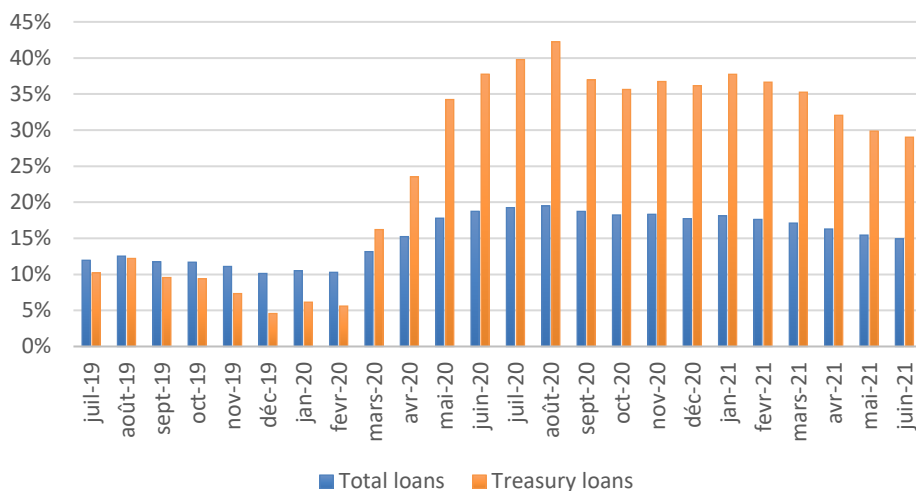
* Seasonal adjusted monthly net flows of other lending to NFC are allocated to treasury loans in proportion to the outstanding amounts.

Source et réalisation : BANQUE DE FRANCE – DIRECTION GÉNÉRALE DES STATISTIQUES, DES ÉTUDES ET DE L'INTERNATIONAL



Additional information

Growth over 2 years of the outstanding amounts of loans to NFCs



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

Calculations are made with the aim to give the best possible image of the evolution of the lending activity:

- Loans that have been securitized or sold by credit institutions are considered as remaining in their books
- Accounting changes that are not reflecting economic transactions, in particular write-offs/write-downs, are eliminated
- The impact of statistical modifications in the scope of the MFI sector (e.g. the reclassification of an entity from the non-financial corporations sector to the government sector) is also eliminated
- As FX hedges are unknown, loans in foreign currencies are however taken into account at their face value in Euros at the end of the month

The two-year growth rate is the ratio of the outstanding amount in month m to the outstanding amount in month m-24. Therefore this rate is not annualized.

