

25 March 2021

## Monetary developments – France • February 2021

### M3 French component of M3 moderates in February while remaining high

The Overnight deposits outstanding amounts reaches € 1 406 Bn in February 2021. At annual pace, its growth rate has stabilized since May 2020 at a high level (+ 23.4 % in February, up from + 23.8 % in January and + 23.4 % in December).

Over one year, the increase of M2 – M1 aggregate (+ 10.3 % year-on-year, up from + 9.9 % in January) is still supported by saving accounts (+ 10.4 %, up from + 9.8 % in January).

The annual growth rate of M3 – M2 aggregate drops again in February (+ 4.5 %, up from + 9.6 % in January and + 17.9 % in December), the progression of investments through MMF shares slows down furthermore (+ 7.7 %, up from + 15.9 %).

After taking into account monetary assets and liabilities vis-à-vis other monetary union members, the growth in the French component of the M3 decelerates (+ 15.7 % year-on-year, up from + 17.2 % in January), while remaining high.

#### France : Monetary Resources of Monetary Financial Institutions

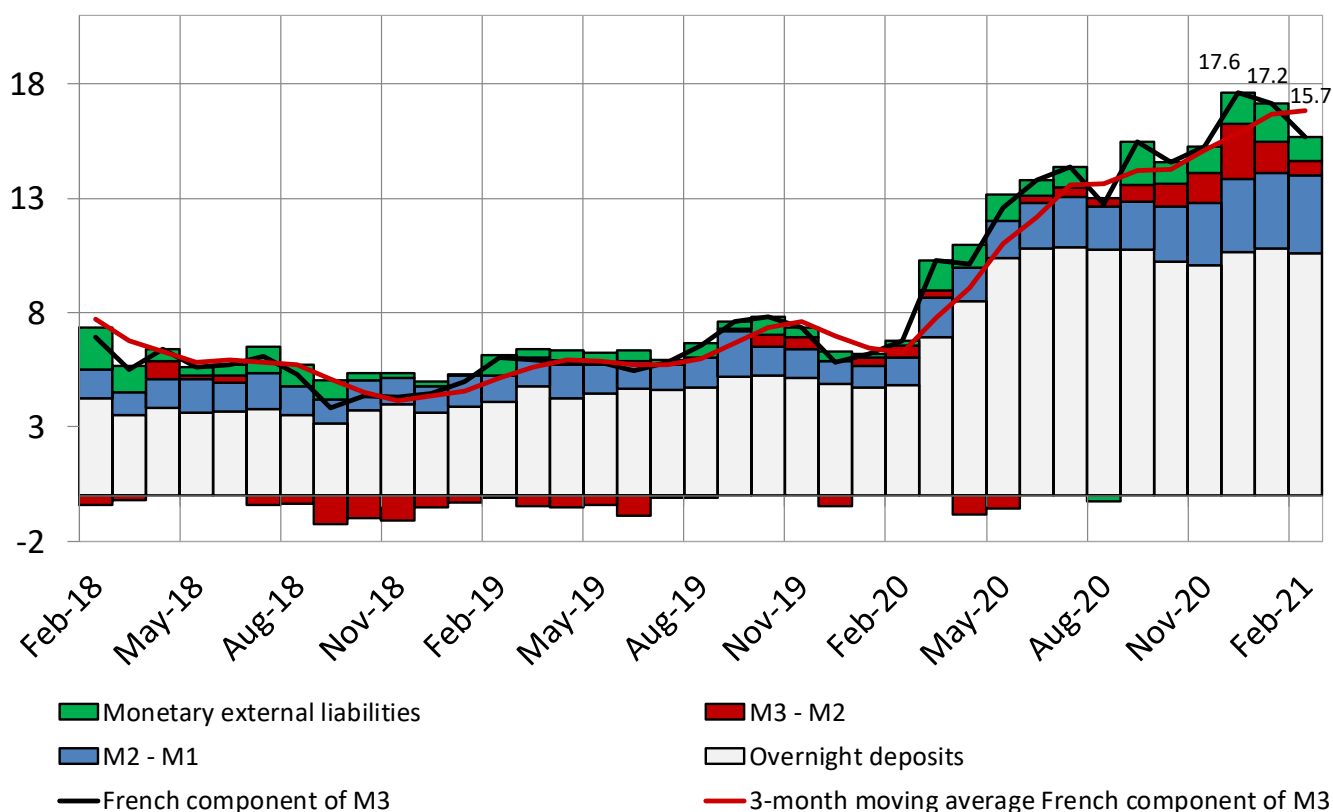
	Outstandings (in € Bn) (a)		Annual growth rate (in %) (a)	
	Feb-21	Dec-20	Jan-21	Feb-21
Overnight deposits	1 406	23.4	23.8	23.4
<b>= Domestic resources included in M1</b>	<b>1 406</b>	<b>23.4</b>	<b>23.8</b>	<b>23.4</b>
<i>Domestic resources included in M1, 3-month moving average</i>		22.7	23.1	23.5
Deposits with agreed maturity of up to 2 years	127	10.5	10.5	9.8
+ Saving accounts	785	9.4	9.8	10.4
<b>= Domestic resources included in M2-M1</b>	<b>912</b>	<b>9.5</b>	<b>9.9</b>	<b>10.3</b>
<i>Domestic resources included in M2-M1, 3-month moving average</i>		8.3	9.2	9.9
MMF shares	284	24.3	15.9	7.7
+ Repurchase agreements	38	21.4	33.5	50.7
+ Debt securities issued with a maturity of up to 2 years	49	-11.0	-23.5	-26.0
<b>= Domestic resources included in M3-M2</b>	<b>371</b>	<b>17.9</b>	<b>9.6</b>	<b>4.5</b>
<i>Domestic resources included in M3-M2, 3-month moving average</i>		11.6	12.4	10.7
<b>Sum of domestic resources included in M3</b>	<b>2 690</b>	<b>17.6</b>	<b>16.7</b>	<b>15.9</b>
<i>Sum of domestic resources included in M3, 3-month moving average</i>		15.9	16.5	16.7
+ Monetary external liabilities vis-à-vis other monetary union members	256	10.8	11.6	4.3
- Monetary external assets vis-à-vis other monetary union members	42	-14.9	-26.0	-28.5
<b>= French component of euro area monetary aggregate M3</b>	<b>2 904</b>	<b>17.6</b>	<b>17.2</b>	<b>15.7</b>
<i>French component of euro area monetary aggregate M3, 3-month moving average</i>		15.8	16.7	16.8

(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.

