

25 June 2021

## Monetary developments – France • May 2021

### Overnight deposits growth return on its pre-crisis trend

The overnight deposits annual growth rate stands at + 8.8 % in May 2021 (down from + 13.1 % in April and + 17.5 % in March 2021), i.e. its pre-crisis rate.

The annual growth of M2 – M1 aggregate decreases slightly (+ 8.4 % year-on-year, down from + 8.9 % in April) mainly due to the slowdown in saving accounts (+ 9.4 %, down from + 9.8 % in April) and to a lesser extent, in deposits with agreed maturity of up to 2 years (+ 1.7 %, down from + 2.9 % in April).

Lower pace of investments in MMF shares in May (+ 22.0 %, down from + 25.9 %) moderates the aggregate growth M3 – M2, which settles at + 7.9 % over one year (down from + 8.8 % in April and after + 2.8 % in March).

After taking into account monetary assets and liabilities vis-à-vis other euro area members, the growth in the French component of aggregate M3 drops in May 2021 (+ 8.9 % year-on-year, down from + 11.7 % in April and + 12.4 % in March 2021).

### France : Monetary Resources of Monetary Financial Institutions

	Outstandings (in € Bn) (a)	Annual growth rate (in %) (a)			
		May-21	Mar-21	Apr-21	May-21
Overnight deposits	1 434	17.5	13.1	8.8	
<b>= Domestic resources included in M1</b>	<b>1 434</b>	<b>17.5</b>	<b>13.1</b>	<b>8.8</b>	
<i>Domestic resources included in M1, 3-month moving average</i>		21.4	17.9	13.1	
Deposits with agreed maturity of up to 2 years	115	5.0	2.9	1.7	
+ Saving accounts	803	10.5	9.8	9.4	
<b>= Domestic resources included in M2-M1</b>	<b>919</b>	<b>9.8</b>	<b>8.9</b>	<b>8.4</b>	
<i>Domestic resources included in M2-M1, 3-month moving average</i>		10.1	9.7	9.0	
MMF shares	283	21.5	25.9	22.0	
+ Repurchase agreements	29	-36.5	-31.8	-29.3	
+ Debt securities issued with a maturity of up to 2 years	49	-29.8	-22.6	-20.3	
<b>= Domestic resources included in M3-M2</b>	<b>360</b>	<b>2.8</b>	<b>8.8</b>	<b>7.9</b>	
<i>Domestic resources included in M3-M2, 3-month moving average</i>		5.2	5.1	6.5	
<b>Sum of domestic resources included in M3</b>	<b>2 713</b>	<b>12.6</b>	<b>11.1</b>	<b>8.5</b>	
<i>Sum of domestic resources included in M3, 3-month moving average</i>		14.9	13.1	10.7	
+ Monetary external liabilities vis-à-vis other monetary union members	269	5.2	14.0	10.0	
- Monetary external assets vis-à-vis other monetary union members	44	-17.5	-10.9	-8.2	
<b>= French component of euro area monetary aggregate M3</b>	<b>2 939</b>	<b>12.4</b>	<b>11.7</b>	<b>8.9</b>	
<i>French component of euro area monetary aggregate M3, 3-month moving average</i>		15.0	13.2	11.0	

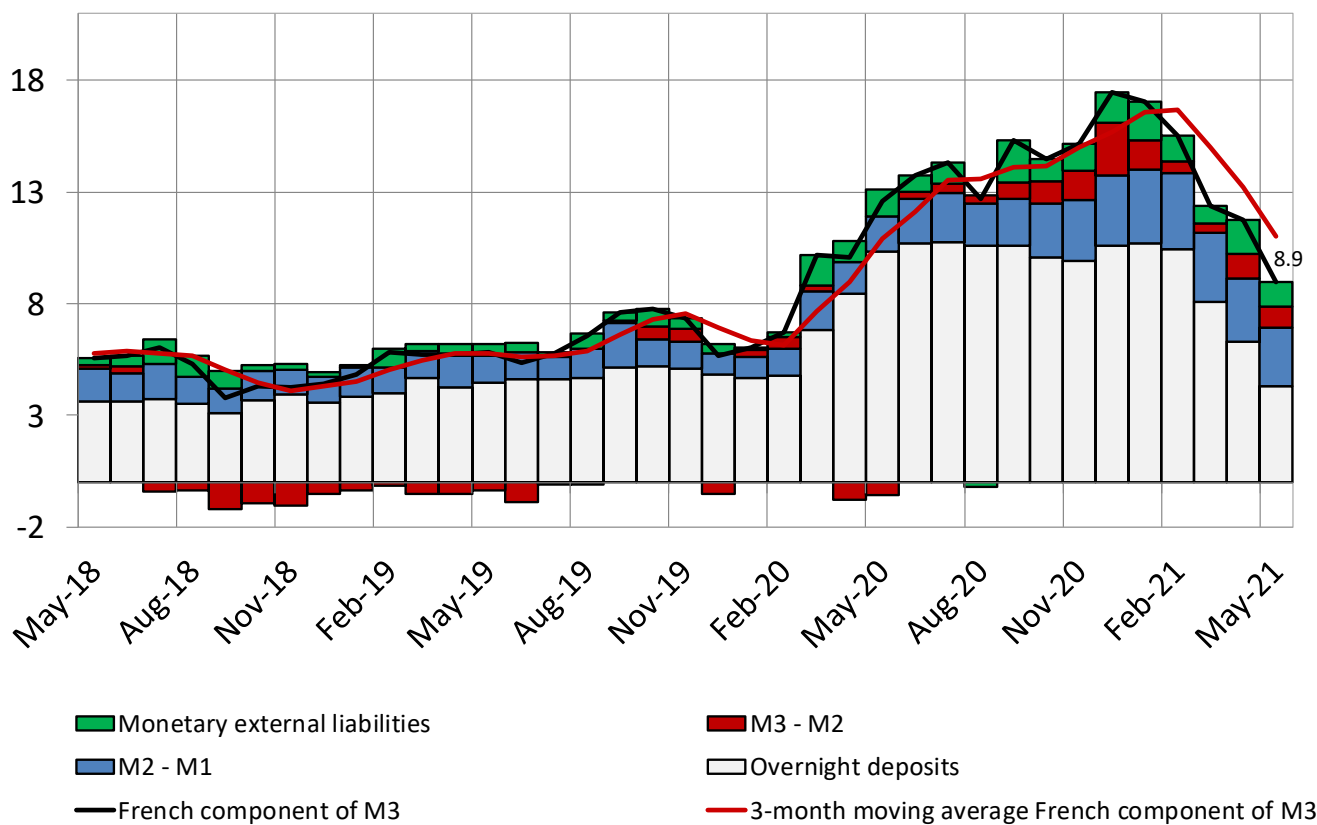
(a) Seasonally-adjusted data.

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.

