BANQUE DE FRANCE
EUROSYSTÈME
STAT INFO

26 February 2020

Financial overview of investment Funds – France

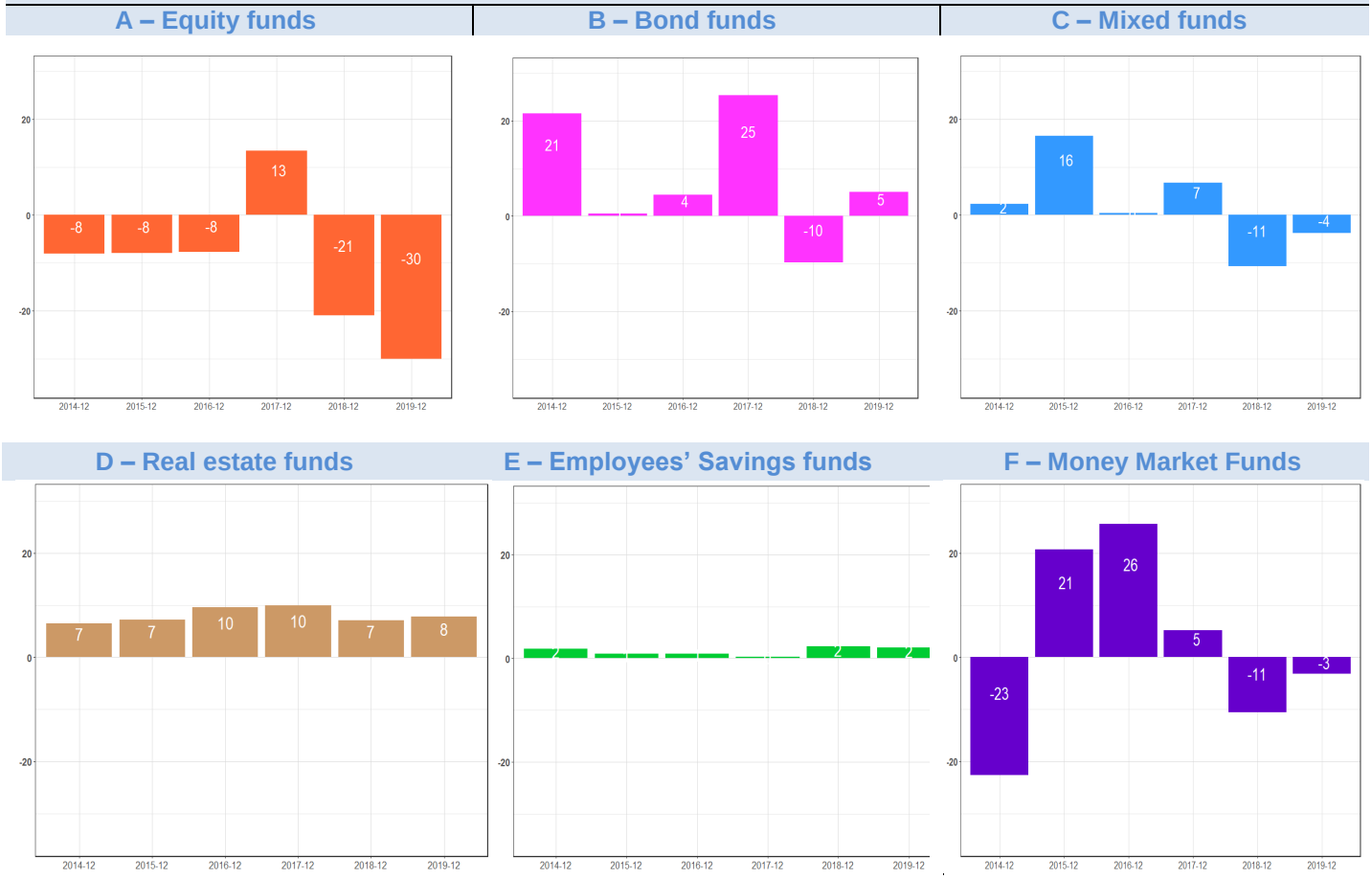
Fourth quarter 2019

9% increase in the stock of investment funds in 2019 thanks to valuation effects

- **Over one year**: non-monetary investment funds record an outflow of -24 billion (see Table p.2), due in particular to equity funds net redemptions (-30 billion) (see G1). Real estate funds and bond funds benefit from positive net subscriptions (+8 billion and +5 billion respectively). Withdrawals are mainly due to non-resident investors (-17 billion, see Table 2). On the assets side, net sales of securities are mainly concentrated on mutual fund shares/units, equities (-11 billion and -9 billion respectively, see Table 2) and securities issued by non-financial corporations and non-residents (-16 billion and -18 billion respectively, see Table 2).
  MMFs record a slight outflow of 3 billion over the year (net redemptions of 22 billion in the fourth quarter).

- **Focus** - **Euro area non-monetary funds comparison:** outstanding in the euro area stand at 12,939 billion at end-2019, up 17% year-on-year, mainly due to valuation effects (+12%). After a decline in 2018, French outstanding increase by +9% despite a slight outflow (-2%) due to portfolio revaluations (+11%). With a 10% market share in the Eurozone, France stands as the 4th country in terms of outstanding after Luxembourg (35%), Ireland (19%) and Germany (19%) (see focus p.3). These three countries accounted for the bulk of euro area inflows in 2019 (+582 billion in total).

G1. Net subscriptions by type of funds (cumulative flows over 4 quarters - Billion €)



Investment funds assets and investors

(EUR billion)

Assets		Net flows (a) 2019Q4	Net flows (a) 4 moving quarters	Stocks 2019Q4	Stocks Part (%) 2019Q4
Non-money market funds	**Total**	**-2**	**-24**	**1 312**	**100%**
by type of instrument	Debt securities up to 1 year	0	-6	27	*2%*
	Debt securities over 1 year	-2	5	373	*28%*
	Equity	-1	-9	485	*37%*
	Investment fund shares	2	-11	319	*24%*
	Real estate assets	0	3	81	*6%*
	Net deposits and loans and other assets (b)	-1	-7	26	*2%*
by geographical area (c)	Resident	2	-2	591	*49%*
	Non-Resident euro area	-2	-12	404	*34%*
	Non-Euro area	-1	-6	210	*17%*
by issuer (c)	Non-Financial corporations and others (d)	-3	-16	583	*48%*
	MFIs	2	-3	167	*14%*
	General Government	2	-5	111	*9%*
	Others (e)	-1	4	343	*28%*
	of which non money market funds	*0*	*-8*	*253*	*21%*
Money market funds (f)	**Total**	**-22**	**-3**	**297**	**100%**
by type of instrument	Debt securities up to 1 year	-28	6	175	*59%*
	Debt securities over 1 year	-1	1	82	*28%*
	Investment fund shares	0	-1	1	*0%*
	Net deposits and loans and other assets (b)	6	-10	38	13%
by geographical area (c)	Resident	-12	6	115	*44%*
	Non-Resident euro area	-9	11	90	*35%*
	Non-Euro area	-7	-12	54	*21%*
by issuer (c)	MFIs	-13	-5	169	*65%*
	Non-Financial corporations and others (d)	-13	5	61	*23%*
	Others (e)	-2	3	24	*9%*
	General Government	-1	3	5	*2%*

Investors	Net flows (a) 2019Q4 (g)	Net flows (a) 4 moving quarters	Stocks 2019Q4	Stocks Part (%) 2019Q4
Total	**-2**	**-24**	**1 312**	**100%**
Resident	**-2**	**-7**	**1178**	***90%***
Insurance corporations	-1	-2	504	*38%*
Households and NPSH	2	4	274	*21%*
Non money market funds	1	-10	147	*11%*
General Government	10	7	156	*12%*
MFIs	-14	-11	36	*3%*
Non-Financial corporations	1	7	54	*4%*
Other financial institutions	-1	-1	6	*0%*
Non-Resident euro area	**1**	**-12**	**114**	*9%*
MFIs	0	-15	99	*8%*
Non MFIs	1	3	14	*1%*
Non-Euro area	**0**	**-5**	**20**	***2%***
Total	**-22**	**-3**	**297**	**100%**
Resident	**-19**	**-8**	**242**	***82%***
Insurance corporations	-16	13	99	*33%*
Non-Financial corporations	1	-16	55	*18%*
Non money market funds	2	-2	64	*21%*
Households and NPSH	-1	-1	4	*1%*
General Government	0	0	11	*4%*
Credit Institutions	-7	-4	4	*1%*
Other financial institutions	1	2	7	*3%*
Non-Resident euro area	**-4**	**6**	**50**	***17%***
MFIs	-4	5	45	*15%*
Non MFIs	0	1	5	*2%*
Non-Euro area	**1**	**-2**	**4**	***1%***

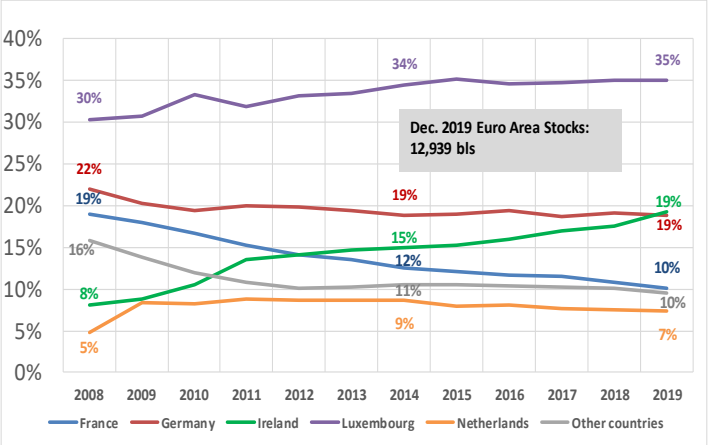
Note: As from this publication, real estate funds are integrated in data; Rounding differences mean that an aggregate may not be exactly equal to the sum of its components.

Source : Banque de France

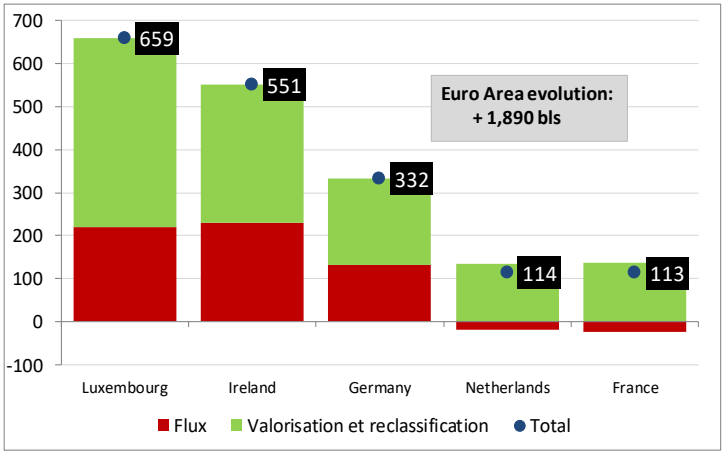
(a) Variation of outstanding amounts for Money Market Funds
(b) net loans and net other assets include financial derivatives, non- financial assets and other receivables, net of other liabilities
(c) excluding loans and other net assets ; only securities portfolio
(d) Others added to Non-Financial Corporations include others Financial Institutions of the rest of the world (non MFIs as Insurance Corporations)
(e) Others : Non Money Market funds, Insurance and other Financial Institutions
(f) Consolidated Data: consolidated outstanding of money market fund shares or units do not include the resident securities held by money market funds themselves
(g) Quarterly holdings data are provisional and will be revised next quarter

Focus - Euro area investment funds (excluding MMFs) comparison

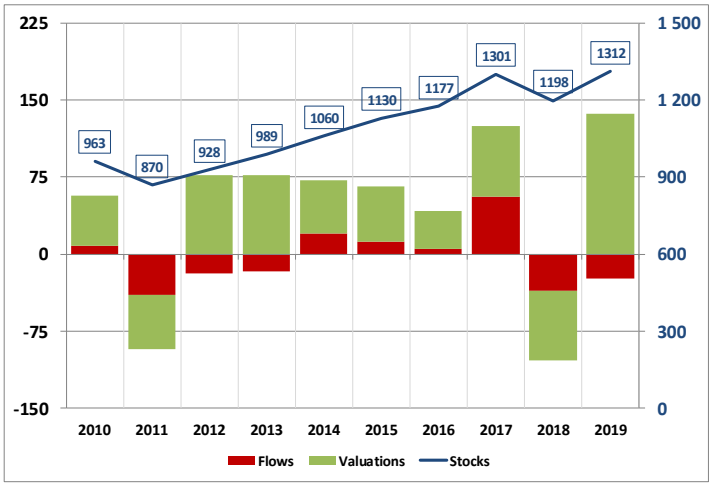
A - Breakdown of Euro zone outstanding by country (in %)



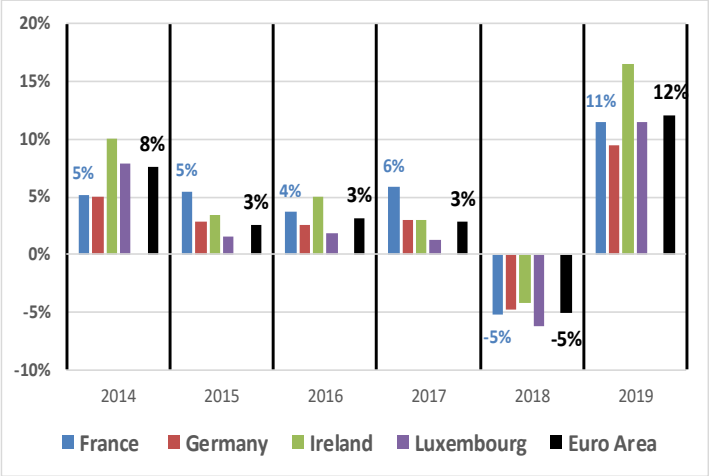
B - Evolution over by country (over 12 month - € billions)



C – France: Outstanding evolution since 2010 (€ billion)



D - Annual valuation rate* of non- MMFs by country



* ((annual change in stocks – 12 month flows)/outstandings M-12)