

## Loan to non-financial corporations – France • August 2020

### Monthly treasury loans flow to NFCs begin to normalize in August

- The annual growth rate of loans to NFCs reaches + 13.1%, up from + 12.6% in July, still fueled by treasury loans (+ 34.3% in August, up from + 32.0% in July). The monthly variations of outstanding treasury loans, after reaching exceptional levels in previous months (due to the State-guaranteed loan scheme (PGE)), start to return to a pre-Covid crisis level (see graph at below right).
- Year-on-year growth in investment credit remains high (+ 5.7%, up from + 5.6% in July), driven by its equipment component (+ 7.8%, up from + 7.4% in July), while real estate loan continues to slow down (+ 2.5%, down from + 2.8% in July and + 3.2% in June).

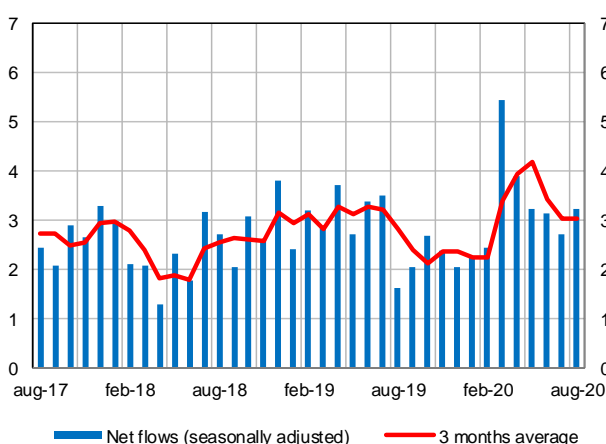
### Outstanding amounts and annual growth rates (not seasonally adjusted)

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

	End-of-month level	Annual growth rate		
	Aug-20	June-20	July-20	Aug-20
Total	1 187	12.2	12.6	13.1
Investment	792	5.9	5.6	5.7
<i>Equipment</i>	490	7.7	7.4	7.8
<i>Real estate</i>	302	3.2	2.8	2.5
Treasury	325	30.5	32.0	34.3
Other lending	70	15.7	20.1	19.8

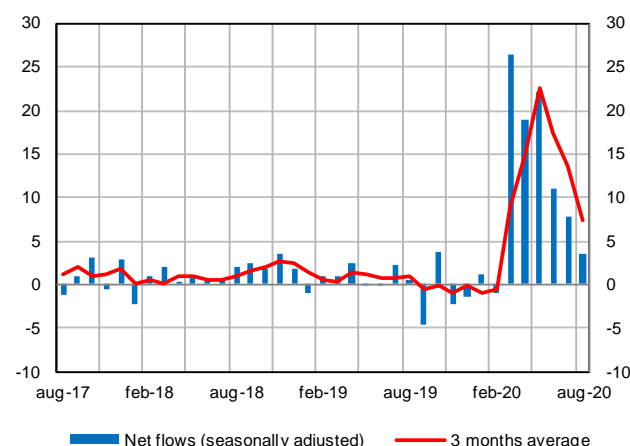
### Monthly changes in stocks of equipment loans (seasonally adjusted flows)

(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

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

