

# Financial overview of investment Funds – France

## Second quarter 2020

### Investment funds record again a positive fundraising in the 2nd quarter

- Second quarter of 2020:** non-monetary mutual funds record inflows of 4 billion (see table p.2) after 3 consecutive quarters of outflows. Households are the main investors (+10 bn) while MFIs record net withdrawals (-13 bn). Funds invest primarily in securities issued by non-financial corporations (+5 billion) at the expense of those issued by MFIs (-5 billion).

MMFs also record a positive inflow of 18 billion following the first quarter outflow of -9 billion, partly due to the effects of the health crisis. These net subscriptions are mainly attributable to resident non-financial corporations and non-resident investors (+19 and +7 billion respectively, see table 2).

- Over one year:** Non-monetary mutual funds experience a net outflow of -25 billion. Net withdrawals impact bond (-13 billion), equity (-9 billion) and mixed funds (-9 billion), while real estate and employee savings funds record positive inflows (+7 and +2 billion respectively) (see graph G1). In terms of investments, net sales mainly concern mutual fund shares/units (-17 billion). On the investors' side, resident MFIs (-14 billion) and non-euro area residents (-15 billion) account for these net withdrawals.

MMFs record an outflow of -2 billion. On the asset side, short-term and long-term debt securities (respectively -24 billion and -15 billion, see Table 2) are largely sold in favor of deposits and other net investments (+38 billion). At the investor level, withdrawals mainly come from insurance companies (-18 billion), offset by net subscriptions from resident non-financial corporations (+18 billion).

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



## Investment funds assets and investors

(EUR billion)

Assets		Net flows (a)		Stocks Part (%)		Investors		Net flows (a)		Stocks Part (%)	
		2020Q2	4 moving quarters	2020Q2				2020Q2 (g)	4 moving quarters	2020Q2	
<b>Non-money market funds</b>	<b>Total</b>	<b>4</b>	<b>-25</b>	<b>1 249</b>	<b>100%</b>	<b>Total</b>	<b>4</b>	<b>-25</b>	<b>1 249</b>	<b>100%</b>	
<b>by type of instrument</b>	Debt securities up to 1 year	-1	-2	25	2%	<b>Resident</b>	<b>4</b>	<b>-14</b>	<b>1 129</b>	<b>90%</b>	
	Debt securities over 1 year	1	-5	364	29%	Insurance corporations	4	-2	484	39%	
	Equity	3	1	443	35%	Households and NPSH	10	3	261	21%	
	Investment fund shares	3	-17	301	24%	Non money market funds	3	-5	140	11%	
	Real estate assets	1	6	86	7%	General Government	-1	6	148	12%	
	Net deposits and loans and other assets (b)	-2	-9	30	2%	MFIs	-13	-14	38	3%	
<b>by geographical area (c)</b>	Resident	4	-9	557	49%	Non-Financial corporations	2	-1	51	4%	
	Non-Resident euro area	-2	-16	372	33%	Other financial institutions	0	0	7	1%	
	Non-Euro area	4	2	203	18%						
<b>by issuer (c)</b>	Non-Financial corporations and others (d)	5	1	553	49%	<b>Non-Resident euro area</b>	<b>-3</b>	<b>-15</b>	<b>97</b>	<b>8%</b>	
	MFIs	-5	-13	152	13%	MFIs	-4	-16	84	7%	
	General Government	-1	-5	106	9%	Non MFIs	0	1	13	1%	
	Others (e)	6	-6	322	28%	<b>Non-Euro area</b>	<b>3</b>	<b>3</b>	<b>23</b>	<b>2%</b>	
	<i>of which non money market funds</i>	5	-10	236	21%						
<b>Money market funds (f)</b>	<b>Total</b>	<b>18</b>	<b>-2</b>	<b>306</b>	<b>100%</b>	<b>Total</b>	<b>18</b>	<b>-2</b>	<b>306</b>	<b>100%</b>	
<b>by type of instrument</b>	Debt securities up to 1 year	10	-24	171	56%	<b>Resident</b>	<b>11</b>	<b>-7</b>	<b>247</b>	<b>81%</b>	
	Debt securities over 1 year	-12	-15	64	21%	Insurance corporations	-10	-18	89	29%	
	Investment fund shares	1	-1	2	1%	Non-Financial corporations	19	18	69	22%	
	Net deposits and loans and other assets (b)	18	38	70	23%	Non money market funds	-3	-7	63	21%	
<b>by geographical area (c)</b>	Resident	8	-18	104	44%	Households and NPSH	1	0	5	2%	
	Non-Resident euro area	-6	-16	77	33%	General Government	2	3	11	4%	
	Non-Euro area	-2	-6	55	23%	Credit Institutions	1	-2	4	1%	
<b>by issuer (c)</b>	MFIs	3	-22	152	64%	Other financial institutions	1	-1	6	2%	
	Non-Financial corporations and others (d)	-9	-20	51	21%	<b>Non-Resident euro area</b>	<b>3</b>	<b>5</b>	<b>52</b>	<b>17%</b>	
	Others (e)	-1	-5	21	9%	MFIs	1	4	46	15%	
	General Government	7	7	12	5%	Non MFIs	2	1	6	2%	
					<b>Non-Euro area</b>	<b>4</b>	<b>1</b>	<b>7</b>	<b>2%</b>		

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