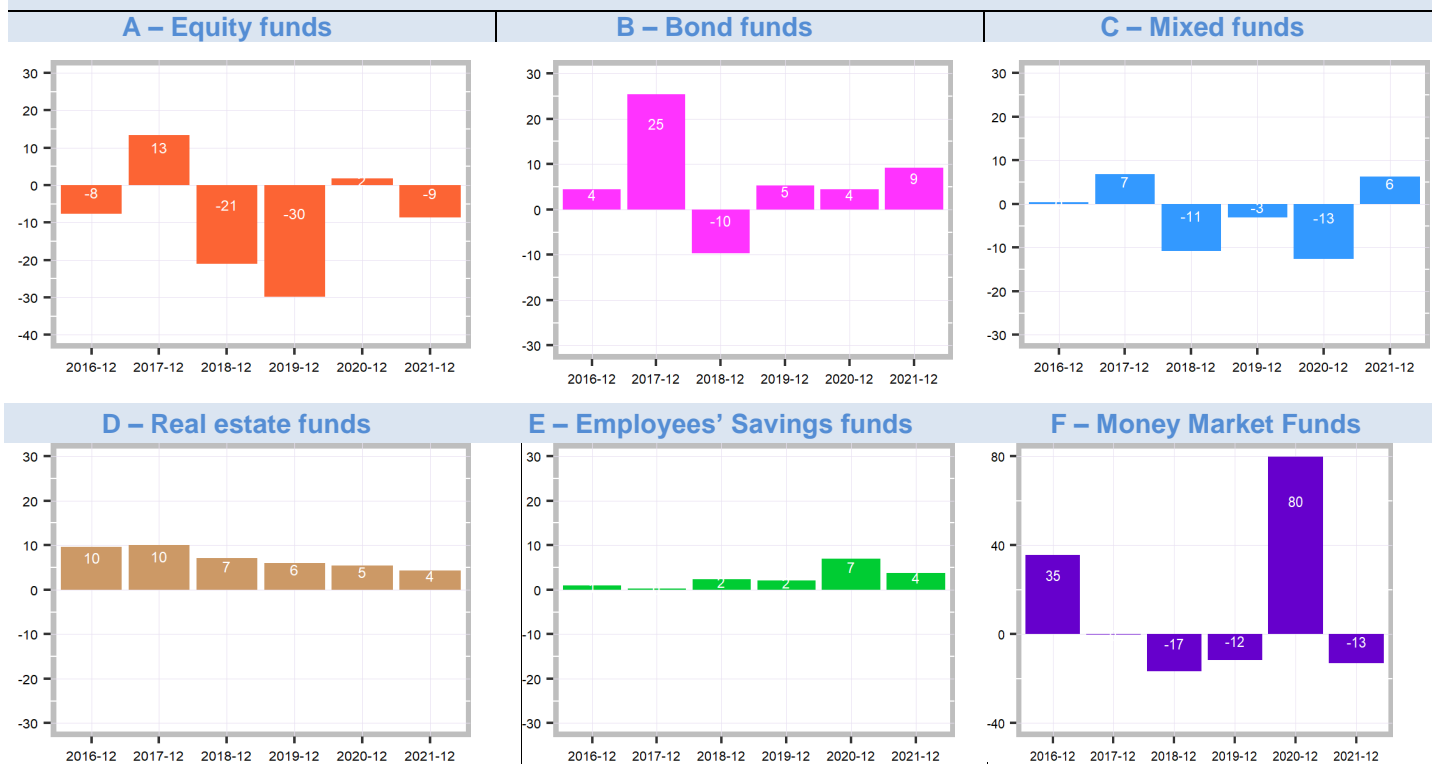


Financial overview of investment Funds – France Fourth quarter 2021

In 2021, subscriptions benefit non-monetary funds but flows remain modest

- After an exceptional inflow of 80 billion in 2020, **money market funds** show an outflow of 12 billion in 2021 (see table p.2, and -13 billion in non-consolidated flows, see G1), thus returning to the trends recorded in previous years (see focus B). This development is related to the negative annual net performance of money market funds of -0.48% in 2021. For the eurozone, money market funds outstanding (focus D) changes little over the year, standing at 1,452 billion (+2%). The market share of French money market funds is 26%, with outstanding of 379 billion (non-consolidated data). Residents are net sellers of French money market funds for 31 billion, notably NFCs for 14 billion, partly offset by net subscriptions by non-resident eurozone MFIs for 22 billion. In terms of investment structure, deposits and other net investments, which had risen sharply in 2020 (+52 billion), contract by 23 billion in 2021. Within the portfolio, funds give preference to short-term debt securities for 16 billion. In addition, funds increase their holdings of securities issued by credit institutions (+12 billion) at the expense of those issued by general government (-13 billion).
- Non-money market funds** record net subscriptions of 10 billion in 2021 (see table p.2). These subscriptions are for all funds (especially bond funds for +9 billion and mixed funds for +6 billion) but with the exception of equity funds, which record a net outflow of -9 billion (see G1). The increase in the value of non-money market funds led to a significant rise of 134 billion in assets under management, a large part of which come from equity funds and other funds (+73 billion and +31 billion respectively; see Focus A). With a 10% increase in assets under management, French non-money market funds grow less than those of the euro zone, which, with assets under management of 16,258 billion at the end of 2021 (Focus D), record an increase of 17%. Resident insurance companies and public administrations are the main subscribers (+8 billion and +6 billion). In contrast, resident and eurozone MFIs are withdrawing (-11 billion and -6 billion respectively). On the asset side, investments in long-term debt securities are favored (+10 billion) at the expense of deposits and other net investments (-5 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 (%)	
		2021Q4	4 moving quarters	2021Q4			2021Q4 (g)	4 moving quarters	2021Q4	
Non-money market funds	Total	6	10	1 481	100%	Total	6	10	1 481	100%
by type of instrument	Debt securities up to 1 year	0	1	23	2%	Resident	6	13	1347	91%
	Debt securities over 1 year	-1	10	384	26%	Insurance corporations	4	8	575	39%
	Equity	3	-1	593	40%	Households and NPSH	2	0	305	21%
	Investment fund shares	4	4	362	24%	Non money market funds	1	5	174	12%
	Real estate assets	3	2	96	6%	General Government	6	6	170	11%
	Net deposits and loans and other assets (b)	-3	-5	24	2%	MFIs	-6	-11	51	3%
by geographical area (c)	Resident	2	-6	654	48%	Non-Financial corporations	2	6	62	4%
	Non-Resident euro area	0	9	449	33%	Other financial institutions	-2	0	10	1%
	Non-Euro area	4	10	259	19%					
by issuer (c)	Non-Financial corporations and others (d)	0	2	688	51%	Non-Resident euro area	1	-5	108	7%
	MFIs	1	-4	165	12%	MFIs	1	-6	91	6%
	General Government	-1	0	105	8%	Non MFIs	0	1	17	1%
	Others (e)	6	15	404	30%	Non-Euro area	-1	2	26	2%
	of which non money market funds	3	9	298	22%					
Money market funds (f)	Total	22	-12	361	100%	Total	22	-12	361	100%
by type of instrument	Debt securities up to 1 year	22	16	233	64%	Resident	1	-31	266	74%
	Debt securities over 1 year	-5	-5	60	16%	Insurance corporations	-2	1	100	28%
	Investment fund shares	1	0	1	0%	Non-Financial corporations	6	-14	74	20%
	Net deposits and loans and other assets (b)	4	-23	67	19%	Non money market funds	1	-6	62	17%
by geographical area (c)	Resident	-1	-3	126	43%	Households and NPSH	-1	-1	4	1%
	Non-Resident euro area	10	4	92	31%	General Government	-2	-5	11	3%
	Non-Euro area	11	12	78	26%	Credit Institutions	-1	-1	4	1%
by issuer (c)	MFIs	12	12	183	62%	Other financial institutions	-1	-6	12	3%
	Non-Financial corporations and others (d)	4	8	69	24%	Non-Resident euro area	20	22	84	23%
	Others (e)	3	3	24	8%	MFIs	20	25	80	22%
	General Government	-2	-13	17	6%	Non MFIs	0	-3	5	1%
					Non-Euro area	1	-3	11	3%	

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

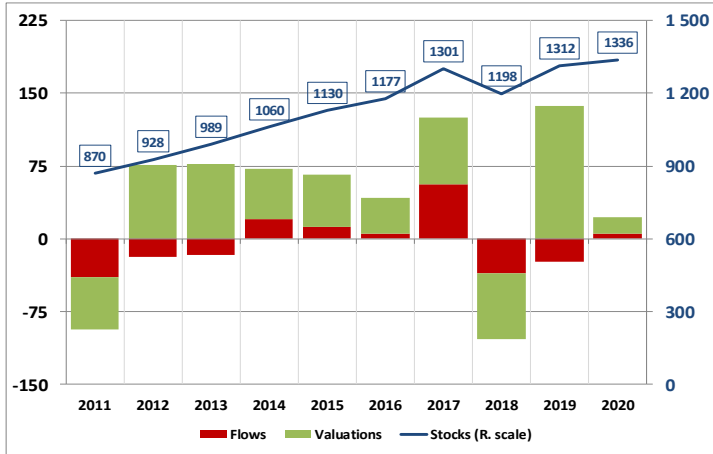
(f) Consolidated Data: consolidated outstanding of money market fund shares or units do not include the resident securities held by money market funds themselves

(g) Quarterly holdings data are provisional and will be revised next quarter

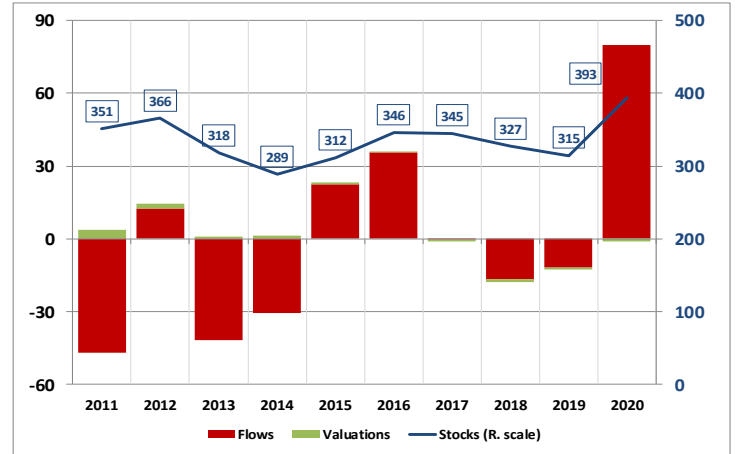


Focus - Evolution of Investment funds in France and the Euro zone in 2020

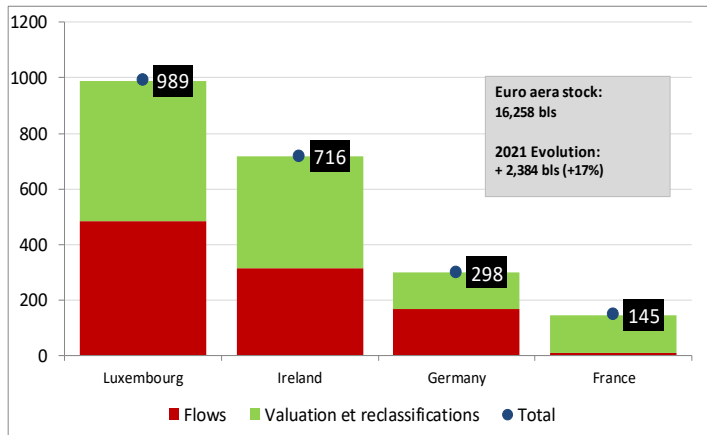
A - Outstanding evolution of French non-monetary mutual funds (€ billions)



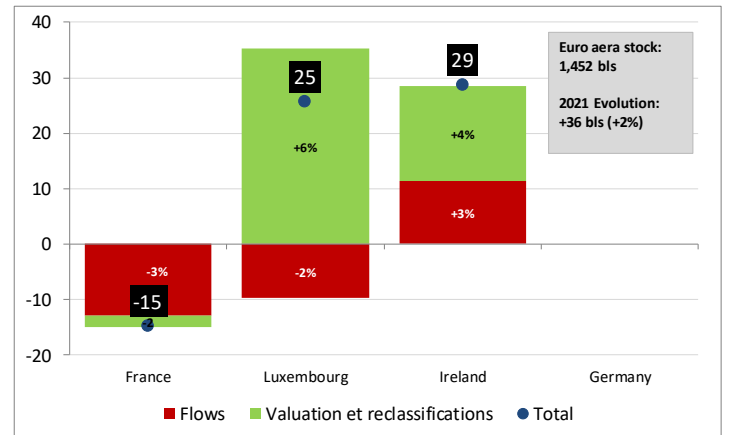
B - Outstanding evolution of French money market funds (€ billions)



D - 2021 evolution of non-monetary funds Euro zone - Comparison of the 4 largest countries (€ billions and %)



E - 2021 evolution of monetary market funds Euro zone - Comparison of the 4 largest countries (€ billions and %)



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

