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PRESS RELEASE

MONETARY DEVELOPMENTS IN THE EURO AREA: JUNE 2012

The annual growth rate of the broad monetary aggregate M3 stood at 3.2% in June 2012, compared with 3.1% in May 2012.¹ The three-month average of the annual growth rates of M3 in the period from April 2012 to June 2012 stood at 3.0%, compared with 2.9% in the period from March 2012 to May 2012.

Twelve-month percentage changes; (adjusted for seasonal and end-of-month calendar effects)	APRIL 2012	MAY 2012	JUNE 2012	APRIL 2012 - JUNE 2012 (AVERAGE)
M3	2.6	3.1	3.2	3.0
M1	1.8	3.3	3.5	2.9
Loans to the private sector	0.2	-0.1	-0.2	0.0
Loans to the private sector, adjusted for sales and securitisation	0.8	0.5	0.3	0.5

M3 components

Regarding the main components of M3, the annual growth rate of M1 increased to 3.5% in June 2012, from 3.3% in May. The annual growth rate of short-term deposits other than overnight deposits (M2-M1) stood at 2.3% in June, unchanged from the previous month. The annual growth rate of marketable instruments (M3-M2) increased to 5.1% in June, from 4.5% in May. Among the deposits included in M3, the annual growth rate of deposits placed by households stood at 2.4% in June, unchanged from the previous month, while the annual growth rate of deposits placed by non-financial corporations stood at -0.3% in June, unchanged from the previous month. Finally, the annual growth rate of deposits placed by non-monetary financial intermediaries (excluding insurance corporations and pension funds) increased to 3.4% in June, from 0.9% in the previous month.

Counterparts to M3: credit and loans

¹ The annual growth rates presented in this press release refer to aggregates adjusted for seasonal and end-of-month calendar effects.

Turning to the main counterparts of M3 on the asset side of the consolidated balance sheet of Monetary Financial Institutions (MFIs), the annual growth rate of total credit granted to euro area residents stood at 1.4% in June 2012, compared with 1.5% in the previous month. The annual growth rate of credit extended to general government increased to 9.4% in June, from 9.1% in May, while the annual growth rate of credit extended to the private sector was more negative at -0.4% in June, from -0.2% in the previous month. Among the components of credit to the private sector, the annual growth rate of loans stood at -0.2% in June, compared with -0.1% in the previous month (adjusted for loan sales and securitisation², the rate decreased to 0.3%, from 0.5% in the previous month). The annual growth rate of loans to households stood at 0.3% in June, unchanged from the previous month (adjusted for loan sales and securitisation, the rate decreased to 1.1%, from 1.3% in the previous month). The annual growth rate of lending for house purchase, the most important component of household loans, stood at 0.8% in June, unchanged from the previous month. The annual growth rate of loans to non-financial corporations decreased to -0.6% in June, from 0.0% in the previous month (adjusted for loan sales and securitisation, the rate decreased to -0.3% in June, from 0.3% in the previous month). Finally, the annual growth rate of loans to non-monetary financial intermediaries (excluding insurance corporations and pension funds) increased to 0.1% in June, from -1.9% in the previous month.

Other counterparts

Over the 12 months up to June 2012, the net external asset position of the euro area MFI sector decreased by €66 billion, compared with a decrease of €23 billion over the 12 months up to May. The annual growth rate of longer-term financial liabilities of the MFI sector was more negative at -0.4% in June, from -0.2% in May.

Notes

- Further predefined tables, statistical data and methodological notes, as well as the advance release calendar, are available on the ECB's website at <http://www.ecb.europa.eu/stats/money/aggregates/aggr/html/index.en.html>.

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² Adjusted for the derecognition of loans from the MFIs' statistical balance sheets due to their sale or securitisation.

TABLE 1

MONETARY DEVELOPMENTS IN THE EURO AREA: JUNE 2012

DATA ADJUSTED FOR SEASONAL EFFECTS

(EUR billions and annual percentage changes^{a)})

	END-OF-MONTH LEVEL	MONTHLY FLOW ^{b)}			ANNUAL GROWTH RATE		
	JUNE 2012	APRIL 2012	MAY 2012	JUNE 2012	APRIL 2012	MAY 2012	JUNE 2012
COMPONENTS OF M3 ^{c)}							
(1) M3 (= items 1.3, 1.6 and 1.11)	9927	-49	85	20	2.6	3.1	3.2
(1.1) Currency in circulation	861	2	7	4	5.5	5.5	5.5
(1.2) Overnight deposits	4032	-58	65	16	1.0	2.9	3.1
(1.3) M1 (items 1.1 and 1.2)	4893	-56	72	21	1.8	3.3	3.5
(1.4) Deposits with an agreed maturity of up to two years	1877	12	-33	-10	3.9	1.6	1.4
(1.5) Deposits redeemable at notice of up to three months	2007	7	14	10	2.7	3.0	3.3
(1.6) Other short term deposits (items 1.4 and 1.5)	3884	19	-19	0	3.3	2.3	2.3
(1.7) M2 (items 1.3 and 1.6)	8777	-37	53	21	2.5	2.9	3.0
(1.8) Repurchase agreements	417	-9	34	-5	-0.7	-1.5	0.8
(1.9) Money market fund shares/units	501	3	10	-9	0.9	4.1	3.5
(1.10) Debt securities issued with a maturity of up to two years	233	-6	-11	12	21.4	21.3	18.2
(1.11) Marketable instruments (items 1.8, 1.9 and 1.10)	1150	-12	33	-1	3.7	4.5	5.1
COUNTERPARTS OF M3							
MFI liabilities:							
(2) <i>Holdings against central government</i> ^{d)}	295	-30	22	-17	-4.0	10.8	-0.2
(3) <i>Longer-term financial liabilities vis-à-vis other euro area residents</i> (= items 3.1 to 3.4)	7620	-4	-46	-22	0.7	-0.2	-0.4
(3.1) Deposits with an agreed maturity of over two years	2468	-12	-33	-14	0.2	-1.1	-1.6
(3.2) Deposits redeemable at notice of over three months	113	1	-1	-1	-4.6	-5.1	-5.8
(3.3) Debt securities issued with a maturity of over two years	2736	-9	-29	-12	-3.5	-4.7	-5.2
(3.4) Capital and reserves	2304	16	17	5	7.2	7.3	7.6
MFI assets:							
(4) <i>Credit to euro area residents</i> (= items 4.1 and 4.2)	16668	-57	32	-20	1.4	1.5	1.4
(4.1) Credit to general government	3310	-7	33	17	7.6	9.1	9.4
Loans	1184	0	10	15	-2.9	-0.8	1.5
Securities other than shares	2126	-6	22	2	14.4	15.4	14.4
(4.2) Credit to other euro area residents	13358	-51	0	-37	0.0	-0.2	-0.4
Loans ^{e)}	11156	-21	-12	0	0.2	-0.1	-0.2
<i>loans adjusted for sales and securitisation</i> ^{f)}	ND	-22	-8	-5	0.8	0.5	0.3
Securities other than shares	1465	-14	5	-34	0.3	0.4	-0.5
Shares and other equities	737	-16	7	-3	-4.6	-3.5	-3.2
(5) <i>Net external assets</i>	910	-14	11	-20	ND	ND	ND
(6) <i>Other counterparts of M3 (residual)</i> (= M3 + items 2, 3 - items 4, 5)	264	-12	19	21	ND	ND	ND

a) Figures may not add up due to rounding. The information in this table is based on consolidated balance sheet statistics reported by monetary financial institutions (MFIs). These include the Eurosystem, credit institutions and money market funds located in the euro area.

b) Monthly difference in levels adjusted for reclassifications, exchange rate variations, other revaluations and any other changes which do not arise from transactions.

c) Liabilities of MFIs and specific units of the central government (post offices, treasury) vis-à-vis non-MFI euro area residents excluding central government.

d) Includes holdings of the central government of deposits with the MFI sector and of securities issued by the MFI sector.

e) For further breakdowns see Table 4.

f) Adjusted for the derecognition of loans from the MFI statistical balance sheet due to their sale or securitisation.

TABLE 2

BREAKDOWN OF DEPOSITS IN M3 BY HOLDING SECTOR AND TYPE: JUNE 2012

DATA ADJUSTED FOR SEASONAL EFFECTS

(EUR billions and annual percentage changes^{a)})

	END-OF-MONTH LEVEL	MONTHLY FLOW ^{b)}			ANNUAL GROWTH RATE		
	JUNE 2012	APRIL 2012	MAY 2012	JUNE 2012	APRIL 2012	MAY 2012	JUNE 2012
BREAKDOWN OF DEPOSITS IN M3							
Total deposits (=items 1, 2, 3, 4 and 5)	8333	-48	80	12	2.0	2.4	2.6
(1) Deposits placed by households^{c)}	5176	15	4	11	2.5	2.4	2.4
(1.1) Overnight deposits	2283	10	5	12	0.2	0.4	0.8
(1.2) Deposits with an agreed maturity of up to two years	979	1	-10	-8	9.5	8.2	7.2
(1.3) Deposits redeemable at notice of up to three months	1899	6	11	8	2.8	2.9	3.1
(1.4) Repurchase agreements	15	-2	-2	-1	-45.1	-52.7	-56.4
(2) Deposits placed by non-financial corporations	1565	-12	4	5	-0.8	-0.3	-0.3
(2.1) Overnight deposits	1043	-3	12	7	1.0	3.1	3.4
(2.2) Deposits with an agreed maturity of up to two years	429	-8	-11	-3	-3.3	-6.4	-7.8
(2.3) Deposits redeemable at notice of up to three months	79	1	3	1	-5.3	-1.6	-0.4
(2.4) Repurchase agreements	13	-1	0	0	-19.0	-25.4	-12.9
(3) Deposits placed by non-monetary financial intermediaries excluding insurance corporations and pension funds	1073	-49	57	-1	-0.7	0.9	3.4
(3.1) Overnight deposits	420	-61	37	4	2.2	12.8	14.3
(3.2) Deposits with an agreed maturity of up to two years	265	17	-14	-6	-12.0	-17.9	-16.2
(3.3) Deposits redeemable at notice of up to three months	13	0	-1	0	37.3	19.4	9.5
(3.4) Repurchase agreements	375	-4	35	1	5.5	5.0	8.8
of which: with central counterparties ^{d)}	296	2	34	6	12.5	7.9	9.4
(4) Deposits placed by insurance corporations and pension funds	199	5	5	-12	14.1	18.3	10.6
(5) Deposits placed by other general government	320	-8	11	9	12.5	15.5	16.9

a) Figures may not add up due to rounding. The information in this table is based on consolidated balance sheet statistics reported by monetary financial institutions (MFIs). These include the Eurosystem, credit institutions and money market funds located in the euro area.

b) Monthly difference in levels adjusted for reclassifications, exchange rate variations, other revaluations and any other changes which do not arise from transactions.

c) Includes deposits by non-profit institutions serving households.

d) The series is not adjusted for seasonal effects.

TABLE 3

CONTRIBUTIONS OF M3 COMPONENTS TO THE M3 ANNUAL GROWTH RATE: JUNE 2012

DATA ADJUSTED FOR SEASONAL EFFECTS

(contributions in terms of the M3 annual percentage change^{a)})

	APRIL 2012	MAY 2012	JUNE 2012
(1) M1	0.9	1.6	1.7
(1.1) <i>of which</i> : Currency	0.5	0.5	0.5
(1.2) <i>of which</i> : Overnight deposits	0.4	1.2	1.2
(2) M2 - M1 (= other short-term deposits)	1.3	0.9	0.9
(3) M3 - M2 (= short-term marketable instruments)	0.4	0.5	0.6
(4) M3 (= items 1, 2 and 3)	2.6	3.1	3.2

a) Figures may not add up due to rounding.

TABLE 4

BREAKDOWN OF LOANS BY BORROWING SECTOR, TYPE AND ORIGINAL MATURITY: JUNE 2012

DATA ADJUSTED FOR SEASONAL EFFECTS

(EUR billions and annual percentage changes^{a)})

	END-OF-MONTH LEVEL	MONTHLY FLOW ^{b)}			ANNUAL GROWTH RATE		
	JUNE 2012	APRIL 2012	MAY 2012	JUNE 2012	APRIL 2012	MAY 2012	JUNE 2012
BREAKDOWN OF LOANS ^{c)}							
(1) Loans to households ^{d)}	5252	7	0	5	0.5	0.3	0.3
<i>loans adjusted for sales and securitisation ^{e)}</i>	ND	6	0	-2	1.5	1.3	1.1
(1.1) Credit for consumption	614	-2	1	-4	-2.4	-1.9	-1.9
(1.2) Lending for house purchase	3811	7	1	10	1.0	0.8	0.8
(1.3) Other lending	826	1	-2	-1	0.7	-0.1	-0.4
<i>of which: sole proprietors ^{f)}</i>	419	-1	-1	1	1.7	1.0	1.2
(2) Loans to non-financial corporations	4692	7	-10	-3	0.4	0.0	-0.6
<i>loans adjusted for sales and securitisation ^{e)}</i>	ND	7	-6	-1	0.6	0.3	-0.3
(2.1) up to 1 year	1150	18	-5	0	0.9	0.1	-1.9
(2.2) over 1 year and up to 5 years	845	-1	-1	-1	-2.2	-2.5	-2.5
(2.3) over 5 years	2698	-10	-4	-1	1.1	0.8	0.6
(3) Loans to non-monetary financial intermediaries except insurance corporations and pension funds	1128	-28	-3	-3	-1.3	-1.9	0.1
<i>of which: reverse repos to central counterparties ^{f)}</i>	177	-11	6	-4	18.4	10.0	14.6
(4) Loans to insurance corporations and pension funds	84	-7	1	1	-6.6	-6.4	-5.9

a) Figures may not add up due to rounding.

b) Monthly difference in levels adjusted for write-offs/write-downs, reclassifications, exchange rate variations and any other changes which do not arise from transactions.

c) Loans granted by monetary financial institutions (MFIs) to non-MFI euro area residents excluding general government.

d) Includes loans to non-profit institutions serving households.

e) Adjusted for the derecognition of loans from the MFI statistical balance sheet due to their sale or securitisation.

f) The series is not adjusted for seasonal effects.