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PRESS RELEASE

MONETARY DEVELOPMENTS IN THE EURO AREA: MAY 2013

The annual growth rate of the broad monetary aggregate M3 decreased to 2.9% in May 2013, from 3.2% in April 2013.¹ The three-month average of the annual growth rates of M3 in the period from March 2013 to May 2013 stood at 2.9%, unchanged from the previous period.

Twelve-month percentage changes; (adjusted for seasonal and end-of-month calendar effects)	MARCH 2013	APRIL 2013	MAY 2013	MARCH 2013 - MAY 2013 (AVERAGE)
M3	2.5	3.2	2.9	2.9
M1	7.1	8.7	8.4	8.1
Loans to the private sector	-0.7	-0.9	-1.1	-0.9
Loans to the private sector, adjusted for sales and securitisation	-0.3	-0.5	-0.7	-0.5

M3 components

Regarding the main components of M3, the annual growth rate of M1 decreased to 8.4% in May 2013, from 8.7% in April. The annual growth rate of short-term deposits other than overnight deposits (M2-M1) stood at 0.0% in May, compared with 0.1% in the previous month. The annual growth rate of marketable instruments (M3-M2) was more negative at -15.7% in May, from -13.9% in April. Among the deposits included in M3, the annual growth rate of deposits placed by households increased to 4.3% in May, from 4.0% in the previous month, while the annual growth rate of deposits placed by non-financial corporations increased to 6.4% in May, from 6.2% in the previous month. Finally, the annual growth rate of deposits placed by non-monetary financial intermediaries (excluding insurance corporations and pension funds) decreased to 5.5% in May, from 8.3% in the previous month.

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

Counterparts to M3: credit and loans

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 decreased to -0.2% in May 2013, from 0.0% in the previous month. The annual growth rate of credit extended to general government decreased to 3.2% in May, from 3.5% in April, while the annual growth rate of credit extended to the private sector stood at -1.0% in May, compared with -0.9% in the previous month. Among the components of credit to the private sector, the annual growth rate of loans was more negative at -1.1% in May, from -0.9% in the previous month (adjusted for loan sales and securitisation², the rate was more negative at -0.7%, from -0.5% in the previous month). The annual growth rate of loans to households decreased to 0.2% in May, from 0.4% in April (adjusted for loan sales and securitisation, the rate stood at 0.3%, unchanged from the previous month). The annual growth rate of lending for house purchase, the most important component of household loans, decreased to 1.0% in May, from 1.2% in the previous month. The annual growth rate of loans to non-financial corporations stood at -3.1% in May, compared with -3.0% in the previous month (adjusted for loan sales and securitisation, the rate was more negative at -2.1% in May, from -1.9% in the previous month). Finally, the annual growth rate of loans to non-monetary financial intermediaries (excluding insurance corporations and pension funds) decreased to 0.2% in May, from 0.6% in the previous month.

Other counterparts

Over the 12 months up to May 2013, the net external asset position of the euro area MFI sector increased by €261 billion, compared with an increase of €205 billion over the 12 months up to April. The annual growth rate of longer-term financial liabilities of the MFI sector was less negative at -0.9% in May, from -1.4% in April.

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>.
- A set of tables showing MFI balance sheets for the euro area, euro area countries and non-euro area EU countries together with a user-friendly facility for downloading data is available in the ECB's Statistical Data Warehouse at <http://sdw.ecb.europa.eu/reports.do?node=1000003152>.

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

I Monetary developments in the euro area: MAY 2013

(EUR billions and annual percentage changes; data adjusted for seasonal effects ^{a)})

	END-OF-MONTH LEVEL	MONTHLY FLOW ^{b)}			ANNUAL GROWTH RATE		
	MAY 2013	MARCH 2013	APRIL 2013	MAY 2013	MARCH 2013	APRIL 2013	MAY 2013
COMPONENTS OF M3 ^{c)}							
(1) M3 (= items 1.3, 1.6 and 1.11)	9850	-5	17	28	2.5	3.2	2.9
(1.1) Currency in circulation	880	3	11	0	1.9	3.4	2.6
(1.2) Overnight deposits	4405	23	22	52	8.2	9.8	9.7
(1.3) M1 (items 1.1 and 1.2)	5284	27	33	51	7.1	8.7	8.4
(1.4) Deposits with an agreed maturity of up to two years	1745	-8	-16	-22	-5.2	-6.1	-6.2
(1.5) Deposits redeemable at notice of up to three months	2119	4	9	8	5.9	5.9	5.7
(1.6) Other short term deposits (items 1.4 and 1.5)	3864	-4	-7	-14	0.5	0.1	0.0
(1.7) M2 (items 1.3 and 1.6)	9149	23	26	37	4.2	4.9	4.7
(1.8) Repurchase agreements	122	-4	0	0	-7.8	-6.8	-6.5
(1.9) Money market fund shares/units	446	-8	-10	-3	-6.7	-9.2	-11.5
(1.10) Debt securities issued with a maturity of up to two years	134	-16	2	-6	-33.9	-29.9	-32.1
(1.11) Marketable instruments (items 1.8, 1.9 and 1.10)	701	-28	-9	-9	-13.9	-13.9	-15.7
COUNTERPARTS OF M3							
MFI liabilities:							
(2) Holdings against central government ^{d)}	308	17	-38	51	-6.9	-12.7	-0.3
(3) Longer-term financial liabilities vis-a-vis other euro area residents (= items 3.1 to 3.4)	7476	5	-19	-4	-1.2	-1.4	-0.9
(3.1) Deposits with an agreed maturity of over two years	2404	18	-11	8	-5.0	-5.1	-3.7
(3.2) Deposits redeemable at notice of over three months	98	-2	-1	-2	-11.7	-13.3	-14.5
(3.3) Debt securities issued with a maturity of over two years	2581	-37	-22	-16	-4.2	-4.7	-4.5
(3.4) Capital and reserves	2393	25	15	6	7.3	7.3	7.0
MFI assets:							
(4) Credit to euro area residents (= items 4.1 and 4.2)	16456	59	-36	4	0.0	0.0	-0.2
(4.1) Credit to general government	3466	28	-2	20	3.5	3.5	3.2
Loans	1133	9	2	-18	-1.2	-0.9	-3.2
Securities other than shares	2333	19	-4	39	6.1	5.9	6.6
(4.2) Credit to other euro area residents	12990	31	-34	-16	-0.9	-0.9	-1.0
Loans ^{e)}	10759	5	-28	-33	-0.7	-0.9	-1.1
loans adjusted for sales and securitisation ^{f)}	ND	4	-28	-27	-0.3	-0.5	-0.7
Securities other than shares	1436	17	0	7	-5.1	-4.3	-3.8
Shares and other equities	794	9	-5	10	5.0	6.0	6.6
(5) Net external assets	1061	36	13	60	ND	ND	ND
(6) Other counterparts of M3 (residual) (= M3 + items 2,3 - items 4,5)	117	-78	-17	13	ND	ND	ND
of which:							
(6.1) Repos with central counterparties (liabilities)(+) ^{g)}	311	26	-14	11	20.3	14.0	7.5
(6.2) Reverse repos to central counterparties (assets)(-) ^{g)}	238	-1	-7	10	25.7	29.8	31.6

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 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.

g) The series is not adjusted for seasonal effects.

2 Breakdown of deposits in M3 by holding sector and type: MAY 2013

(EUR billions and annual percentage changes; data adjusted for seasonal effects ^{a)})

	END-OF-MONTH LEVEL	MONTHLY FLOW ^{b)}			ANNUAL GROWTH RATE		
	MAY 2013	MARCH 2013	APRIL 2013	MAY 2013	MARCH 2013	APRIL 2013	MAY 2013
BREAKDOWN OF DEPOSITS IN M3							
Total deposits (= items 1, 2, 3, 4 and 5)	8391	15	15	38	4.2	4.8	4.7
(1) Deposits placed by households ^{c)}	5383	3	10	19	4.1	4.0	4.3
(1.1) Overnight deposits	2441	10	14	17	6.7	6.9	7.4
(1.2) Deposits with an agreed maturity of up to two years	945	-11	-11	-5	-2.4	-3.6	-3.4
(1.3) Deposits redeemable at notice of up to three months	1990	4	8	7	5.1	5.2	5.1
(1.4) Repurchase agreements	7	0	-1	0	-57.3	-59.2	-57.4
(2) Deposits placed by non-financial corporations	1653	-3	2	7	5.3	6.2	6.4
(2.1) Overnight deposits	1157	3	3	16	10.5	11.3	11.4
(2.2) Deposits with an agreed maturity of up to two years	393	-3	0	-10	-8.3	-6.9	-6.6
(2.3) Deposits redeemable at notice of up to three months	91	0	-1	0	16.4	15.8	12.7
(2.4) Repurchase agreements	13	-3	-1	1	-12.7	-12.9	-4.7
(3) Deposits placed by non-monetary financial intermediaries excluding insurance corporations and pension funds ^{d)}	823	7	-1	7	3.9	8.3	5.5
(3.1) Overnight deposits	495	8	1	11	12.6	24.9	19.4
(3.2) Deposits with an agreed maturity of up to two years	228	-1	-1	-6	-10.8	-13.4	-15.0
(3.3) Deposits redeemable at notice of up to three months	15	0	0	0	-9.6	-3.7	-0.6
(3.4) Repurchase agreements ^{d)}	85	0	-1	3	6.9	2.5	2.2
(4) Deposits placed by insurance corporations and pension funds	218	5	0	1	6.8	4.8	5.8
(5) Deposits placed by other general government	313	3	4	4	-0.4	2.5	0.8

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) Excludes repurchase agreements with central counterparties.

3 Contributions of M3 components to the M3 annual growth rate: MAY 2013

(contributions in terms of the M3 annual percentage change; data adjusted for seasonal effects ^{a)})

	MARCH 2013	APRIL 2013	MAY 2013
(1) M1	3.6	4.4	4.3
(1.1) <i>of which: Currency</i>	0.2	0.3	0.2
(1.2) <i>of which: Overnight deposits</i>	3.4	4.1	4.0
(2) M2 - M1 (= other short-term deposits)	0.2	0.0	0.0
(3) M3 - M2 (= short term marketable instruments)	-1.2	-1.2	-1.4
(4) M3 (= items 1, 2 and 3)	2.5	3.2	2.9

a) Figures may not add up due to rounding.

4 Breakdown of loans as counterpart to M3 by borrowing sector, type and original maturity: MAY 2013

(EUR billions and annual percentage changes; data adjusted for seasonal effects ^{a)})

	END-OF-MONTH LEVEL	MONTHLY FLOW ^{b)}			ANNUAL GROWTH RATE		
	MAY 2013	MARCH 2013	APRIL 2013	MAY 2013	MARCH 2013	APRIL 2013	MAY 2013
BREAKDOWN OF LOANS AS COUNTERPART TO M3 ^{c)}							
(1) Loans to households ^{d)}	5241	1	1	-8	0.4	0.4	0.2
<i>loans adjusted for sales and securitisation ^{e)}</i>	ND	2	2	-1	0.3	0.3	0.3
(1.1) Credit for consumption	591	-3	0	-2	-3.5	-3.2	-3.5
(1.2) Lending for house purchase	3838	3	1	-3	1.3	1.2	1.0
(1.3) Other lending	812	1	1	-3	-0.9	-0.8	-1.0
<i>of which: sole proprietors ^{f)}</i>	415	-2	-1	0	-1.8	-1.8	-1.6
(2) Loans to non-financial corporations	4469	0	-17	-17	-2.4	-3.0	-3.1
<i>loans adjusted for sales and securitisation ^{e)}</i>	ND	-2	-18	-18	-1.3	-1.9	-2.1
(2.1) up to 1 year	1116	5	-8	-13	1.7	-0.6	-1.4
(2.2) over 1 year and up to 5 years	775	-5	-5	2	-6.3	-6.7	-6.3
(2.3) over 5 years	2579	0	-5	-6	-2.9	-2.8	-2.9
(3) Loans to non-monetary financial intermediaries except insurance corporations and pension funds ^{g)}	955	3	-15	-6	0.6	0.6	0.2
(4) Loans to insurance corporations and pension funds	93	0	3	-2	6.2	15.9	12.0

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.

g) Excludes reverse repos to central counterparties.