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## PRESS RELEASE

### MONETARY DEVELOPMENTS IN THE EURO AREA: APRIL 2014

The annual growth rate of the broad monetary aggregate M3 decreased to 0.8% in April 2014, from 1.0% in March 2014.<sup>1</sup> The three-month average of the annual growth rates of M3 in the period from February 2014 to April 2014 stood at 1.0%, compared with 1.1% in the period from January 2014 to March 2014.

Twelve-month percentage changes; (adjusted for seasonal and end-of-month calendar effects)	<b>FEBRUARY 2014</b>	<b>MARCH 2014</b>	<b>APRIL 2014</b>	<b>FEBRUARY 2014 - APRIL 2014 (AVERAGE)</b>
<b>M3</b>	1.3	1.0	0.8	1.0
<b>M1</b>	6.2	5.6	5.2	5.7
<b>Loans to the private sector</b>	-2.2	-2.2	-1.8	-2.0
<b>Loans to the private sector, adjusted for sales and securitisation</b>	-2.0	-2.0	-1.5	-1.8

#### **M3 components**

Regarding the main components of M3, the annual growth rate of M1 decreased to 5.2% in April 2014, from 5.6% in March. The annual growth rate of short-term deposits other than overnight deposits (M2-M1) stood at -2.3% in April, unchanged from the previous month. The annual growth rate of marketable instruments (M3-M2) was more negative at -15.2% in April, from -14.6% in March. Among the deposits included in M3, the annual growth rate of deposits placed by households stood at 1.5% in April, compared with 1.6% in the previous month, while the annual growth rate of deposits placed by non-financial corporations stood at 5.8% in April, compared with 5.7% in the previous month. Finally, the annual growth rate of deposits placed by non-monetary financial intermediaries (excluding insurance corporations and pension funds) was less negative at -5.2% in April, from -5.5% in the previous month.

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<sup>1</sup> 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 stood at -2.2% in April 2014, unchanged from the previous month. The annual growth rate of credit extended to general government stood at -0.9% in April, unchanged from the previous month, while the annual growth rate of credit extended to the private sector stood at -2.5% in April, unchanged from the previous month. Among the components of credit to the private sector, the annual growth rate of loans was less negative at -1.8% in April, from -2.2% in the previous month (adjusted for loan sales and securitisation<sup>2</sup>, the rate was less negative at -1.5%, from -2.0% in the previous month). The annual growth rate of loans to households stood at 0.0% in April, compared with -0.1% in March (adjusted for loan sales and securitisation, the rate stood at 0.4%, unchanged from the previous month). The annual growth rate of lending for house purchase, the most important component of household loans, stood at 0.7% in April, compared with 0.6% in the previous month. The annual growth rate of loans to non-financial corporations was less negative at -2.8% in April, from -3.0% in the previous month (adjusted for loan sales and securitisation, the rate was less negative at -2.7% in April, from -3.1% in the previous month). Finally, the annual growth rate of loans to non-monetary financial intermediaries (excluding insurance corporations and pension funds) was less negative at -7.4% in April, from -10.6% in the previous month.

### Other counterparts

Over the 12 months up to April 2014, the net external asset position of the euro area MFI sector increased by €367 billion, compared with an increase of €377 billion over the 12 months up to March. The annual growth rate of longer-term financial liabilities of the MFI sector stood at -1.1% in April, compared with -1.0% in March.

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### 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 euro area monetary developments and MFI balance sheets for the euro area and euro area 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=1000003503>.

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

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# I Monetary developments in the euro area: APRIL 2014

(EUR billions and annual percentage changes; data adjusted for seasonal effects <sup>a)</sup>)

	END-OF-MONTH LEVEL	MONTHLY FLOW <sup>b)</sup>			ANNUAL GROWTH RATE		
	APRIL 2014	FEBRUARY 2014	MARCH 2014	APRIL 2014	FEBRUARY 2014	MARCH 2014	APRIL 2014
<b>COMPONENTS OF M3 <sup>c)</sup></b>							
(1) M3 (= items 1.3, 1.6 and 1.11)	9877	33	-31	-2	1.3	1.0	0.8
(1.1) Currency in circulation	926	5	7	-1	6.2	6.5	5.3
(1.2) Overnight deposits	4573	42	-11	12	6.2	5.4	5.2
(1.3) M1 (items 1.1 and 1.2)	5499	48	-4	11	6.2	5.6	5.2
(1.4) Deposits with an agreed maturity of up to two years	1665	-9	3	-3	-7.0	-6.4	-6.0
(1.5) Deposits redeemable at notice of up to three months	2124	-1	5	0	1.1	1.1	0.7
(1.6) Other short term deposits (items 1.4 and 1.5)	3789	-10	9	-3	-2.6	-2.3	-2.3
(1.7) M2 (items 1.3 and 1.6)	9287	38	5	8	2.4	2.2	2.0
(1.8) Repurchase agreements	119	6	-13	2	-2.4	-9.9	-7.9
(1.9) Money market fund shares/units	402	-6	-19	0	-9.2	-12.0	-10.8
(1.10) Debt securities issued with a maturity of up to two years	69	-4	-3	-13	-31.8	-28.4	-38.8
(1.11) Marketable instruments (items 1.8, 1.9 and 1.10)	590	-5	-35	-11	-12.4	-14.6	-15.2
<b>COUNTERPARTS OF M3</b>							
<b>MFI liabilities:</b>							
(2) Holdings against central government <sup>d)</sup>	264	24	-3	6	-7.4	-12.2	1.6
(3) Longer-term financial liabilities vis-a-vis other euro area residents (= items 3.1 to 3.4)	7329	-11	23	-25	-1.3	-1.0	-1.1
(3.1) Deposits with an agreed maturity of over two years	2321	-4	-2	-37	-0.7	-1.7	-2.8
(3.2) Deposits redeemable at notice of over three months	91	0	0	0	-10.7	-9.6	-8.3
(3.3) Debt securities issued with a maturity of over two years	2470	-19	2	-4	-5.8	-4.6	-4.0
(3.4) Capital and reserves	2447	11	23	16	3.6	3.9	4.2
<b>MFI assets:</b>							
(4) Credit to euro area residents (= items 4.1 and 4.2)	16093	-13	-23	-27	-1.8	-2.2	-2.2
(4.1) Credit to general government	3459	-3	-11	0	0.1	-0.9	-0.9
Loans	1106	8	-3	-8	-2.3	-3.1	-3.9
Securities other than shares	2352	-11	-8	8	1.3	0.2	0.6
(4.2) Credit to other euro area residents	12634	-10	-12	-28	-2.3	-2.5	-2.5
Loans <sup>e)</sup>	10554	6	-4	22	-2.2	-2.2	-1.8
loans adjusted for sales and securitisation <sup>f)</sup>	ND	9	-4	23	-2.0	-2.0	-1.5
Securities other than shares	1284	-18	-11	-43	-4.9	-6.8	-9.8
Shares and other equities	796	2	4	-7	1.1	1.0	0.2
(5) Net external assets	1265	37	32	4	ND	ND	ND
(6) Other counterparts of M3 (residual) (= M3 + items 2, 3 - items 4, 5)	113	22	-20	1	ND	ND	ND
of which:							
(6.1) Repos with central counterparties (liabilities)(+) <sup>g)</sup>	163	18	-1	-14	-1.7	-10.6	-13.9
(6.2) Reverse repos to central counterparties (assets)(-) <sup>g)</sup>	105	9	3	-13	-0.4	2.9	-5.6

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: APRIL 2014

(EUR billions and annual percentage changes; data adjusted for seasonal effects <sup>a)</sup>)

	END-OF-MONTH LEVEL	MONTHLY FLOW <sup>b)</sup>			ANNUAL GROWTH RATE		
	APRIL 2014	FEBRUARY 2014	MARCH 2014	APRIL 2014	FEBRUARY 2014	MARCH 2014	APRIL 2014
<b>BREAKDOWN OF DEPOSITS IN M3</b>							
<b>Total deposits</b> (= items 1, 2, 3, 4 and 5)	8481	38	-16	11	2.0	1.6	1.5
<b>(1) Deposits placed by households <sup>c)</sup></b>	5448	13	13	6	1.5	1.6	1.5
(1.1) Overnight deposits	2592	15	9	9	7.3	7.2	6.9
(1.2) Deposits with an agreed maturity of up to two years	861	-2	-1	-4	-10.7	-9.9	-9.5
(1.3) Deposits redeemable at notice of up to three months	1989	-1	5	1	0.6	0.6	0.3
(1.4) Repurchase agreements	6	1	0	0	-33.6	-30.9	-21.8
<b>(2) Deposits placed by non-financial corporations</b>	1736	15	-11	5	6.1	5.7	5.8
(2.1) Overnight deposits	1227	16	-2	3	8.4	8.0	7.9
(2.2) Deposits with an agreed maturity of up to two years	397	-2	-6	0	-0.7	-1.4	-1.5
(2.3) Deposits redeemable at notice of up to three months	95	1	0	0	6.4	5.6	5.6
(2.4) Repurchase agreements	17	1	-3	2	18.2	23.4	51.8
<b>(3) Deposits placed by non-monetary financial intermediaries excluding insurance corporations and pension funds <sup>d)</sup></b>	778	2	-16	0	-2.8	-5.5	-5.2
(3.1) Overnight deposits	457	6	-17	-4	0.6	-4.1	-4.9
(3.2) Deposits with an agreed maturity of up to two years	227	-4	9	5	-9.2	-5.6	-3.0
(3.3) Deposits redeemable at notice of up to three months	17	-2	0	-1	22.0	23.3	13.4
(3.4) Repurchase agreements <sup>d)</sup>	77	3	-8	0	-8.2	-17.2	-16.0
<b>(4) Deposits placed by insurance corporations and pension funds</b>	206	-1	0	0	-2.9	-4.4	-4.4
<b>(5) Deposits placed by other general government</b>	313	9	-3	-1	3.7	2.2	1.0

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: APRIL 2014

(contributions in terms of the M3 annual percentage change; data adjusted for seasonal effects <sup>a)</sup>)

	FEBRUARY 2014	MARCH 2014	APRIL 2014
<b>(1) M1</b>	3.3	3.0	2.8
(1.1) <i>of which: Currency</i>	0.5	0.6	0.5
(1.2) <i>of which: Overnight deposits</i>	2.7	2.4	2.3
<b>(2) M2 - M1 (= other short-term deposits)</b>	-1.0	-0.9	-0.9
<b>(3) M3 - M2 (= short term marketable instruments)</b>	-0.9	-1.1	-1.1
<b>(4) M3 (= items 1, 2 and 3)</b>	1.3	1.0	0.8

a) Figures may not add up due to rounding.

### 4 Breakdown of loans as counterpart to M3 by borrowing sector, type and original maturity: APRIL 2014

(EUR billions and annual percentage changes; data adjusted for seasonal effects <sup>a)</sup>)

	END-OF-MONTH LEVEL	MONTHLY FLOW <sup>b)</sup>			ANNUAL GROWTH RATE		
	APRIL 2014	FEBRUARY 2014	MARCH 2014	APRIL 2014	FEBRUARY 2014	MARCH 2014	APRIL 2014
<b>BREAKDOWN OF LOANS AS COUNTERPART TO M3<sup>c)</sup></b>							
<b>(1) Loans to households<sup>d)</sup></b>	5237	6	3	5	-0.1	-0.1	0.0
<i>loans adjusted for sales and securitisation<sup>e)</sup></i>	ND	8	2	3	0.4	0.4	0.4
(1.1) Credit for consumption	571	0	1	-1	-2.6	-1.9	-2.1
(1.2) Lending for house purchase	3872	7	2	5	0.6	0.6	0.7
(1.3) Other lending	793	-1	-1	1	-1.8	-1.9	-1.7
<i>of which: sole proprietors<sup>f)</sup></i>	406	0	0	-2	-2.3	-1.9	-2.0
<b>(2) Loans to non-financial corporations</b>	4332	-13	-4	-7	-3.0	-3.0	-2.8
<i>loans adjusted for sales and securitisation<sup>e)</sup></i>	ND	-13	-3	-4	-3.1	-3.1	-2.7
(2.1) up to 1 year	1048	-10	12	-10	-5.7	-4.9	-5.1
(2.2) over 1 year and up to 5 years	741	2	-6	7	-4.5	-4.7	-3.4
(2.3) over 5 years	2543	-5	-10	-3	-1.3	-1.7	-1.6
<b>(3) Loans to non-monetary financial intermediaries except insurance corporations and pension funds<sup>g)</sup></b>	886	11	-2	24	-10.5	-10.6	-7.4
<b>(4) Loans to insurance corporations and pension funds</b>	100	3	-1	-1	11.0	9.0	5.4

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.