

## Key monetary statistics December 2016

**On a monthly basis**, M3 aggregate increased by 2.1 percent to 1205.8 billion dirhams, mainly due to the 2.8 percent expansion in bank lending, and to a lesser degree, to the 0.8 percent rise of net international reserves. Conversely, net claims on the central government declined by 0.2 percent.

This development reflects a rise in all components of bank lending, except for consumer loans which dropped 0.1 percent. In fact, the growth rate equalled 6 percent for equipment loans, 1.4 percent for cash advances, 0.2 percent for real estate loans, and 11.6 percent for financial loans.

**Year on year**, M3 growth decelerated to 5 percent, after 5.2 percent in November 2016. This change mainly covers a steeper decrease in time deposits to 4.5 percent, after 1.7 percent in the previous month, and a deceleration of demand deposits with banks from 7.5 to 6.7 percent. On the contrary, the growth rate of interest-bearing demand deposits remained unchanged at 5.7 percent. As regards currency in circulation and money market fund shares/units held by economic units, their growth rate rose to 5.8 percent and 3.1 percent respectively, after 5.5 percent and 3 percent.

Regarding M3 counterparts, bank credit grew by 4.2 percent, up from 4 percent in the previous month and 2.8 percent the year before, while net claims on the central government fell less sharply to 1.9 percent after 6.8 percent in November, and net international reserves were up 12.1 percent as against 13.1 percent.

By economic purpose, the change in overall bank lending is primarily driven by the more rapid growth of equipment loans from 7.1 percent in November to 11.7 percent, mainly reflecting the rise of loans to private nonfinancial corporations from 2.1 to 11.4 percent. Similarly, real estate loans rose 2.7 percent, compared to 2.2 percent, while consumer loans increased from 5.3 percent to 5.5 percent and cash advances were up 0.3 percent, after stagnating in the previous month.

By institutional sector, lending to the nonfinancial sector grew by 4.1 percent after 3.5 percent in November. This change covers a rapid growth of loans to the private sector from 2.5 to 3.4 percent and a rise from 0.2 to 4.9 percent in loans to private nonfinancial corporations.

**By sector, the quarterly data on bank loans** reveal that the latter recorded, year on year, a 4.2 percent growth in December 2016, after 4 percent in September 2016. This change covers, on the one hand, an increase in loans to the “trade” sector from 8.6 to 15.2 percent, and to “transport and communication” from 1.7 to 7.3 percent. On the other hand, it reflects the decrease by 4.2 percent in loans to the “construction” sector, after 0.6 percent, and by 4.8 percent in loans to “manufacturing industries”, after their 1.2 percent rise in the previous quarter.

## Key indicators of monetary statistics

Million DH

	Outstanding amount	△		△ (%)	
	December-16	November-16	December-15	November-16	December-15
M1	752 554	22 499	45 497	3,1 ▲	6,4 ▲
M2	898 790	23 057	53 333	2,6 ▲	6,3 ▲
<b>M3</b>	<b>1 205 770</b>	<b>24 840</b>	<b>57 732</b>	<b>2,1 ▲</b>	<b>5,0 ▲</b>
Liquid investment aggregate	586 793	8 103	41 614	1,4 ▲	7,6 ▲
<b>Currency in circulation</b>	<b>203 744</b>	<b>1 382</b>	<b>11 109</b>	<b>0,7 ▲</b>	<b>5,8 ▲</b>
<b>Banking deposits included from broad money<sup>(1)</sup></b>	<b>851 988</b>	<b>20 389</b>	<b>35 938</b>	<b>2,5 ▲</b>	<b>4,4 ▲</b>
Demand deposits with the banking system	496 778	21 557	31 275	4,5 ▲	6,7 ▲
Time accounts and fixed-term bills	163 335	-2 089	-7 703	-1,3 ▼	-4,5 ▼
<b>Securities of money market UCITS</b>	<b>64 390</b>	<b>1 550</b>	<b>1 916</b>	<b>2,5 ▲</b>	<b>3,1 ▲</b>
<b>Net international reserves</b>	<b>251 868</b>	<b>2 104</b>	<b>27 261</b>	<b>0,8 ▲</b>	<b>12,1 ▲</b>
<b>Net claims on central government</b>	<b>145 123</b>	<b>-361</b>	<b>-2 851</b>	<b>-0,2 ▼</b>	<b>-1,9 ▼</b>
<b>Lending to the economy</b>	<b>962 050</b>	<b>19 010</b>	<b>57 876</b>	<b>2,0 ▲</b>	<b>6,4 ▲</b>
<b>Loans of other depository corporations<sup>(2)</sup></b>	<b>825 443</b>	<b>16 183</b>	<b>34 160</b>	<b>2,0 ▲</b>	<b>4,3 ▲</b>
<b>Bank loans</b>	<b>817 749</b>	<b>22 040</b>	<b>32 758</b>	<b>2,8 ▲</b>	<b>4,2 ▲</b>
<b>By economic purpose</b>					
Real estate loans	247 507	471	6 601	0,2 ▲	2,7 ▲
Home loans	188 661	659	9 186	0,4 ▲	5,1 ▲
Loans to property developers	56 006	-389	-2 154	-0,7 ▼	-3,7 ▼
Debtor accounts and overdraft facilities	172 289	2 382	459	1,4 ▲	0,3 ■
Equipment loans	158 015	8 953	16 503	6,0 ▲	11,7 ▲
Consumer loans	48 777	-36	2 522	-0,1 ▼	5,5 ▲
Miscellaneous claims	129 651	11 557	2 591	9,8 ▲	2,0 ▲
Non-performing loans	61 510	-1 286	4 082	-2,0 ▼	7,1 ▲
<b>By institutional sectors</b>					
Other financial corporations	120 870	10 786	5 083	9,8 ▲	4,4 ▲
<b>Public sector</b>	<b>59 486</b>	<b>2 082</b>	<b>6 797</b>	<b>3,6 ▲</b>	<b>12,9 ▲</b>
Local government	15 086	919	951	6,5 ▲	6,7 ▲
Public nonfinancial corporations	44 400	1 163	5 846	2,7 ▲	15,2 ▲
<b>Private sector</b>	<b>637 335</b>	<b>9 114</b>	<b>20 820</b>	<b>1,5 ▲</b>	<b>3,4 ▲</b>
Other nonfinancial corporations	329 135	16 388	15 372	5,2 ▲	4,9 ▲
Households and NPISH <sup>(3)</sup>	308 200	-7 274	5 449	-2,3 ▼	1,8 ▲

(1) All deposits opened by money-holding sectors with the banking system except regulated deposits and guarantee deposits.

(2) Banks and monetary UCITS

(3) Nonprofit Institutions Serving Households

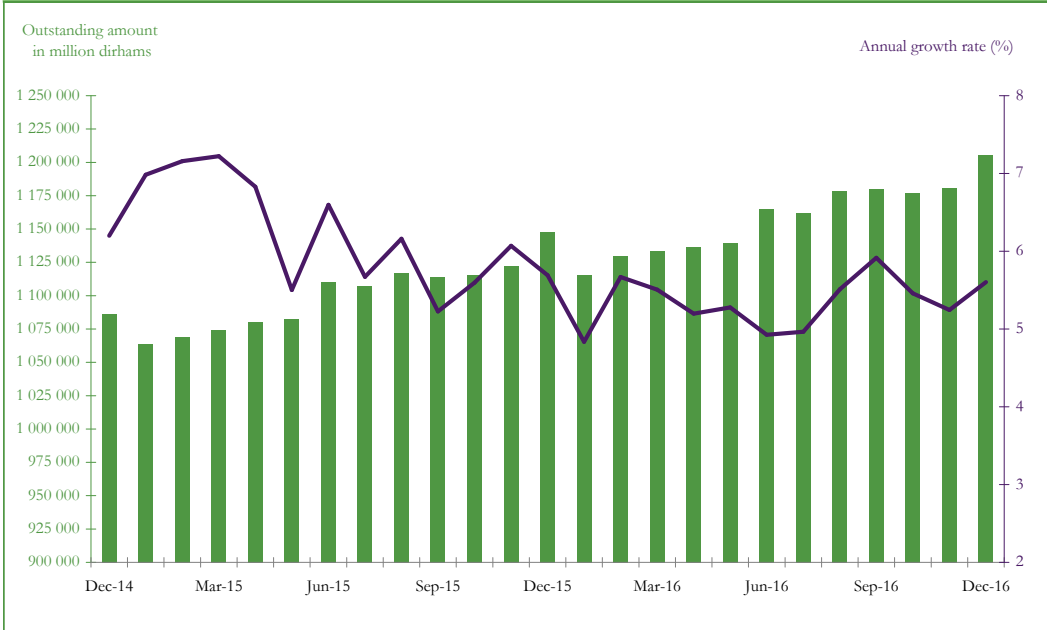
## Quarterly indicators

Million DH

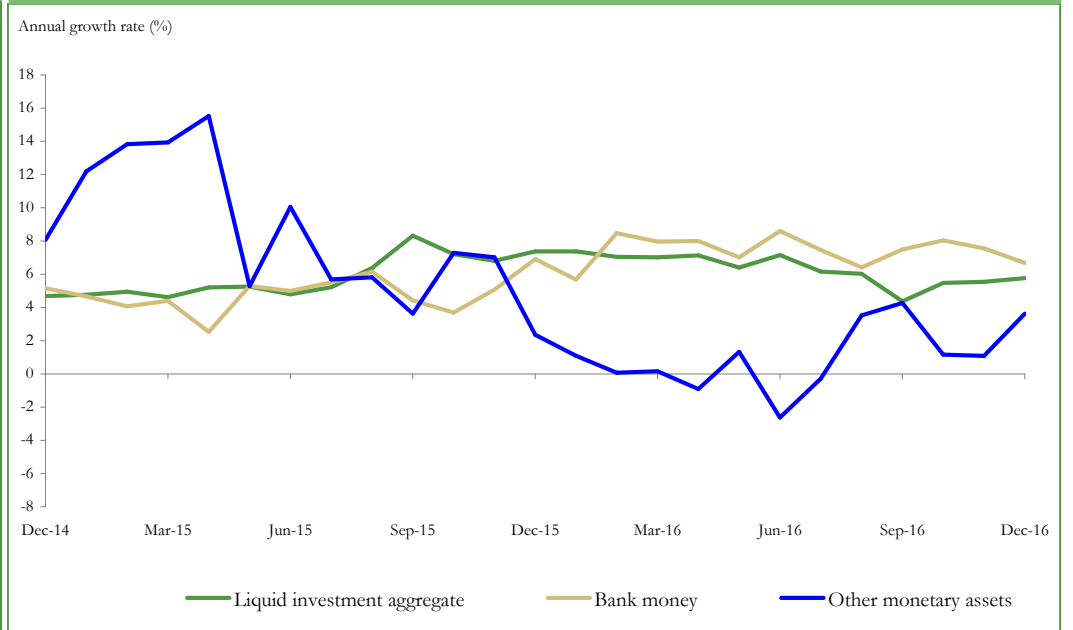
	Outstanding amount	△		△ (%)		
		Dec-16	Sep-16	Dec-15	Sep-16	Dec-15
<b>Bank loans by branch of economic activity</b>	<b>817 691</b>	<b>22 959</b>	<b>32 700</b>	<b>2,9 ▲</b>	<b>4,2 ▲</b>	
<b>Construction</b>	<b>84 746</b>	<b>-6 931</b>	<b>-3 738</b>	<b>-7,6 ▼</b>	<b>-4,2 ▼</b>	
Real estate loans	49 742	-10 582	-9 853	-17,5 ▼	-16,5 ▼	
<b>Manufacturing industries</b>	<b>78 805</b>	<b>-4 100</b>	<b>-4 009</b>	<b>-4,9 ▼</b>	<b>-4,8 ▼</b>	
Debtor accounts and overdraft facilities	43 934	-3 194	-4 478	-6,8 ▼	-9,3 ▼	
Equipment loans	19 606	-521	398	-2,6 ▼	+2,1 ▲	
<b>Trade and repair of cars and household items</b>	<b>54 952</b>	<b>3 715</b>	<b>7 256</b>	<b>+7,3 ▲</b>	<b>+15,2 ▲</b>	
Debtor accounts and overdraft facilities	33 753	-555	1 543	-1,6 ▼	+4,8 ▲	
<b>Transportation and communication</b>	<b>35 410</b>	<b>392</b>	<b>2 416</b>	<b>+1,1 ▲</b>	<b>+7,3 ▲</b>	
Equipment loans	11 097	-1 209	-1 943	-9,8 ▼	-14,9 ▼	
Debtor accounts and overdraft facilities	18 744	959	3 483	+5,4 ▲	+22,8 ▲	
<b>Financial activities</b>	<b>131 064</b>	<b>13 515</b>	<b>4 367</b>	<b>+11,5 ▲</b>	<b>+3,4 ▲</b>	
Miscellaneous claims	116 086	16 052	3 886	+16,0 ▲	+3,5 ▲	
<b>Claims of other financial corporations on nonfinancial sectors</b>	<b>488 815</b>	<b>18 401</b>	<b>56 360</b>	<b>3,9 ▲</b>	<b>13,0 ▲</b>	
<b>Loans</b>	<b>131 489</b>	<b>3 685</b>	<b>7 798</b>	<b>2,9 ▲</b>	<b>6,3 ▲</b>	
<b>Private nonfinancial corporations</b>	<b>75 369</b>	<b>2 992</b>	<b>4 656</b>	<b>+4,1 ▲</b>	<b>+6,6 ▲</b>	
Finance companies	52 096	2 090	1 019	+4,2 ▲	+2,0 ▲	
Offshore banks	14 048	901	3 304	+6,9 ▲	+30,8 ▲	
Caisse de Dépôts et de Gestion *	8 455	-	220	-	+2,7 ▲	
<b>Households</b>	<b>56 290</b>	<b>693</b>	<b>3 190</b>	<b>+1,2 ▲</b>	<b>+6,0 ▲</b>	
Finance companies	49 340	693	2 404	+1,4 ▲	+5,1 ▲	
Microcredit associations *	6 558	-	633	-	+10,7 ▲	
<b>Securities</b>	<b>338 845</b>	<b>14 417</b>	<b>45 356</b>	<b>4,4 ▲</b>	<b>15,5 ▲</b>	
<b>Central government</b>	<b>234 879</b>	<b>12 543</b>	<b>34 308</b>	<b>+5,6 ▲</b>	<b>+17,1 ▲</b>	
Bond UCITS	163 252	11 066	32 450	+7,3 ▲	+24,8 ▲	
Caisse de Dépôts et de Gestion *	28 739	-	-1 553	-	-5,1 ▼	
Insurance and reinsurance companies *	<b>18 869</b>	-	<b>-8</b>	-	- ▲	
<b>Private nonfinancial corporations</b>	<b>87 976</b>	<b>1 297</b>	<b>9 105</b>	<b>+1,5 ▲</b>	<b>+11,5 ▲</b>	
Bond UCITS	9 578	-1 836	-3 320	-16,1 ▼	-25,7 ▼	
Equity UCITS	13 222	2 349	3 661	+21,6 ▲	+38,3 ▲	
Caisse de Dépôts et de Gestion *	<b>8 840</b>	-	<b>-182</b>	- ▲	<b>-2,0 ▼</b>	
Insurance and reinsurance companies *	<b>36 380</b>	-	<b>6 583</b>	- ▲	<b>+22,1 ▲</b>	
<b>Public nonfinancial corporations</b>	<b>15 990</b>	<b>577</b>	<b>1 943</b>	<b>+3,7 ▲</b>	<b>+13,8 ▲</b>	
Bond UCITS	10 171	78	769	+0,8 ▲	+8,2 ▲	
Insurance and reinsurance companies *	<b>2 478</b>	-	<b>194</b>	-	<b>+8,5 ▲</b>	

(\*) Recurring figures

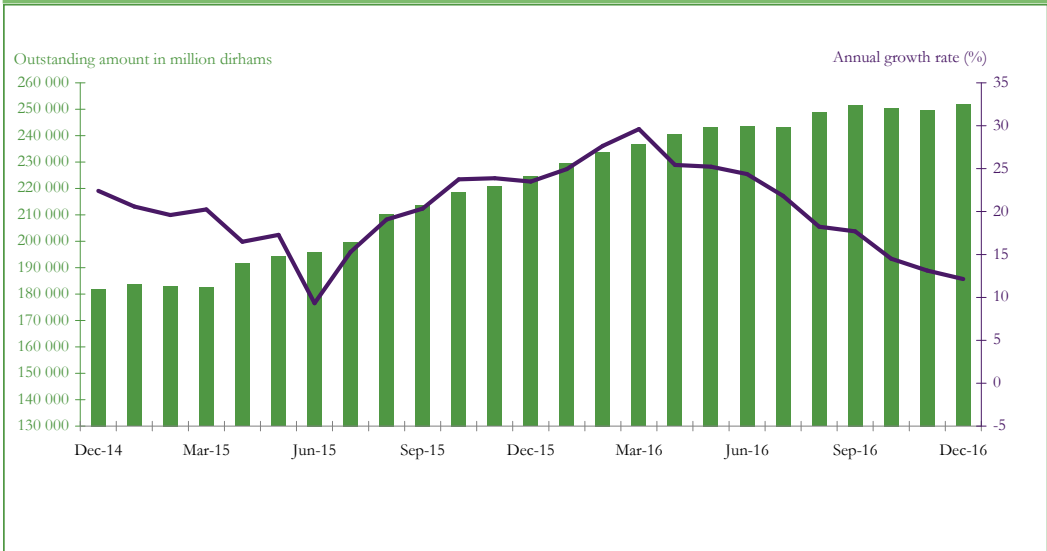
**Chart 1: Annual change in M3**



**Chart 2: Annual change in M3 components**



**Chart 3: Change in Net international reserves**



**Chart 4: Annual change in bank loans by economic purpose**

