

### Month-on-month change

On a monthly basis, M3 increased by 0.6 percent to 1,080 billion dirhams. This change mainly reflects, on the one hand, a 4.9 percent increase in net international reserves subsequently to the collection, on April 23, 2015, of \$1 billion corresponding to an international bond issuance by the OCP, and, on the other hand, a 0.6 decrease in bank lending. As for net claims on the central government, they remained almost unchanged from one month to the other.

The decline in bank lending is mainly due to the decrease by 2 percent in equipment loans, 2.6 percent in advances to real estate developers, and 3.3 percent in financial loans. Meanwhile, cash facilities and consumer loans rose by 0.5 and 0.9 percent, respectively.

By component, M3 growth is mainly due to the increase of time deposits of public nonfinancial corporations, whose outstanding amount was up from 6.3 billion dirhams to 13.8 billion dirhams, owing to the OCP's investment in the banking system of the amounts borrowed internationally. On the contrary, money market fund shares/units held by institutional sectors showed a decline of 7.4 percent, and demand deposits with banks decreased by 0.5 percent.

### Year-on-year change

M3 growth slowed down from 7.2 percent in March to 6.8 percent in April, in conjunction with the less rapid growth in scriptural money from 4.4 to 2.5 percent and in money market fund shares/units held by institutional sectors from 4.8 to 0.4 percent. In contrast, time deposits slowed down to 18.6 percent after 12.1 percent and currency in circulation increased from 4.6 to 5.2 percent.

The change in M3 reflects the slowdown of all its major counterparts. Indeed, the growth in net international reserves fell to 17.1 percent after 21.2 percent. Similarly, the growth rate of bank credit and net claims on the central government decreased from 2.9 to 2.5 percent and from 2.8 to 0.6 percent, respectively.

The deceleration of bank lending is mainly due to the slower growth in equipment loans from 5.9 to 1.9 percent and real estate loans from 3.2 to 2.9 percent. Cash advances fell to their level of April 2014, against an increase of 0.2 percent in March 2015, while consumer loans maintained almost the same pace of growth as the previous month, at 11.5 percent.

By institutional sector, the change in bank lending reflects in particular a slowdown from 2.8 to 2.2 percent in loans to the private sector. Indeed, loans to private nonfinancial corporations fell by 0.3 percent, after rising 1.2 percent in March, while loans to households accelerated from 5 to 5.3 percent. Similarly, loans to public nonfinancial corporations decelerated from 17.8 to 10.4 percent, while those to other financial corporations rose by 1.2 percent after falling 1.7 percent.

## Key indicators of monetary statistics

Million DH

	Outstanding amount	△		△ (%)	
	April-15	March-15	April-14	March-15	April-14
M1	652 440	435	20 562	0,1 ▲	3,3 ▲
M2	785 446	863	29 418	0,1 ▲	3,9 ▲
<b>M3</b>	<b>1 080 486</b>	<b>6 317</b>	<b>69 076</b>	<b>0,6 ▲</b>	<b>6,8 ▲</b>
Liquid investment aggregate	493 949	3 587	67 706	0,7 ▲	15,9 ▲
<b>Currency in circulation</b>	<b>179 861</b>	<b>1 490</b>	<b>8 896</b>	<b>0,8 ▲</b>	<b>5,2 ▲</b>
<b>Banking deposits included from broad money<sup>(1)</sup></b>	<b>763 985</b>	<b>6 839</b>	<b>65 962</b>	<b>0,9 ▲</b>	<b>9,4 ▲</b>
Demand deposits with the banking system	422 452	-2 091	19 058	-0,5 ▼	4,7 ▲
Time accounts and fixed-term bills	165 247	10 115	25 953	6,5 ▲	18,6 ▲
<b>Securities of money market UCITS</b>	<b>55 797</b>	<b>-4 438</b>	<b>228</b>	<b>-7,4 ▼</b>	<b>0,4 ▲</b>
<b>Net international reserves</b>	<b>190 950</b>	<b>8 924</b>	<b>27 842</b>	<b>4,9 ▲</b>	<b>17,1 ▲</b>
<b>Net claims on central government</b>	<b>152 669</b>	<b>301</b>	<b>963</b>	<b>0,2 ▲</b>	<b>0,6 ▲</b>
<b>Lending to the economy</b>	<b>868 241</b>	<b>-10 862</b>	<b>25 137</b>	<b>-1,2 ▼</b>	<b>3,0 ▲</b>
<b>Loans of other depository corporations<sup>(2)</sup></b>	<b>759 832</b>	<b>-11 262</b>	<b>18 749</b>	<b>-1,5 ▼</b>	<b>2,5 ▲</b>
<b>Bank loans</b>	<b>753 895</b>	<b>-4 356</b>	<b>18 214</b>	<b>-0,6 ▼</b>	<b>2,5 ▲</b>
<b>By economic purpose</b>					
Real estate loans	238 831	-828	6 837	-0,3 ▼	2,9 ▲
Home loans	173 261	808	10 143	0,5 ▲	6,2 ▲
Loans to property developers	62 279	-1 649	-4 271	-2,6 ▼	-6,4 ▼
Debtor accounts and overdraft facilities	173 047	919	-52	0,5 ▲	0,0 ▼
Equipment loans	141 433	-2 938	2 581	-2,0 ▼	1,9 ▲
Consumer loans	45 201	415	4 680	0,9 ▲	11,5 ▲
Miscellaneous claims	101 361	-3 535	-3 064	-3,4 ▼	-2,9 ▼
Non-performing loans	54 023	1 610	7 232	3,1 ▲	15,5 ▲
<b>By institutional sectors</b>					
Other financial corporations	92 737	-2 584	1 101	-2,7 ▼	1,2 ▲
<b>Public sector</b>	<b>47 996</b>	<b>377</b>	<b>4 013</b>	<b>0,8 ▲</b>	<b>9,1 ▲</b>
Local government	12 703	-656	680	-4,9 ▼	5,7 ▲
Public nonfinancial corporations	35 293	1 033	3 333	3,0 ▲	10,4 ▲
<b>Private sector</b>	<b>613 162</b>	<b>-2 149</b>	<b>13 100</b>	<b>-0,3 ▼</b>	<b>2,2 ▲</b>
Other nonfinancial corporations	333 703	-3 954	-954	-1,2 ▼	-0,3 ▼
Households and NPISH <sup>(3)</sup>	279 458	1 804	14 054	0,6 ▲	5,3 ▲

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

(2) Banks and monetary UCITS

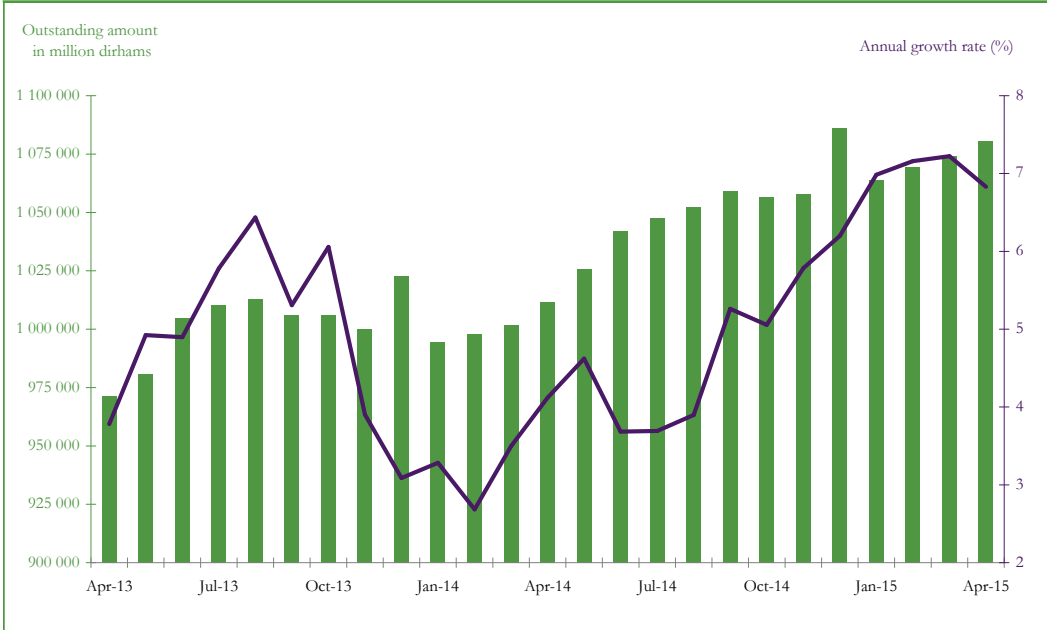
(3) Nonprofit Institutions Serving Households

## Quarterly indicators

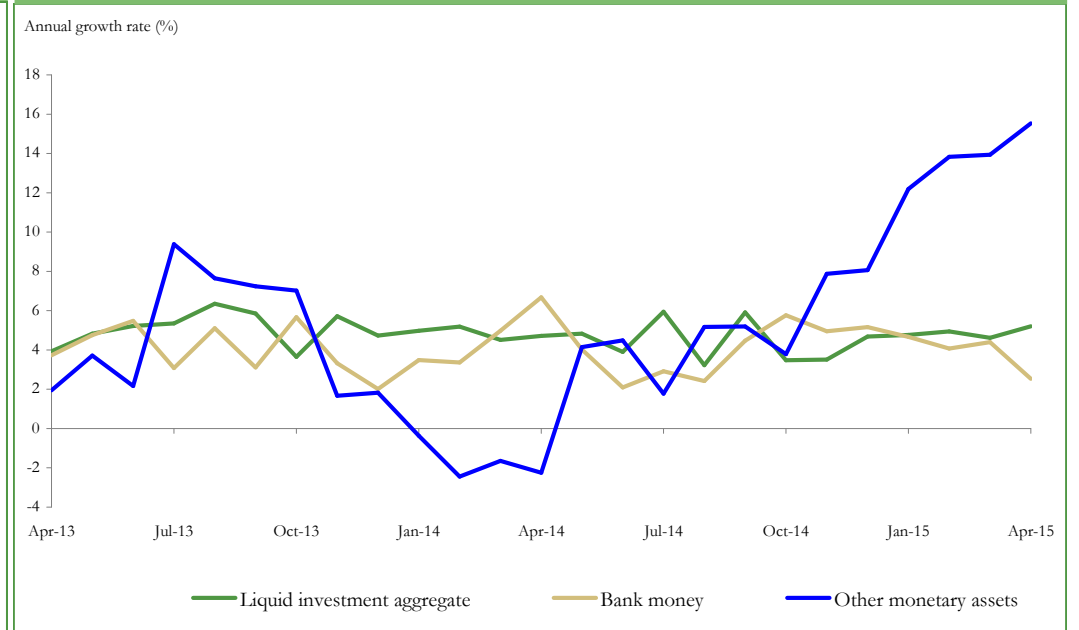
Million DH

	Outstanding amount		△		△ (%)	
	Mar-15	Dec-14	Mar-14	Dec-14	Mar-14	
<b>Bank loans by branch of economic activity</b>	<b>758 251</b>	<b>-5 149</b>	<b>21 547</b>	<b>-0,7</b>	<b>▼</b>	<b>2,9</b>
<b>Construction</b>	<b>92 456</b>	<b>-876</b>	<b>-929</b>	<b>-0,9</b>	<b>▼</b>	<b>-1,0</b>
Real estate loans	65 905	1 010	-48	+1,6	▲	-0,1
<b>Manufacturing industries</b>	<b>84 184</b>	<b>-3 721</b>	<b>-4 055</b>	<b>-4,2</b>	<b>▼</b>	<b>-4,6</b>
Debtor accounts and overdraft facilities	51 864	-4 831	-2 576	-8,5	▼	-4,7
Equipment loans	20 432	1 981	-1 144	+10,7	▲	-5,3
<b>Trade and repair of cars and household items</b>	<b>49 014</b>	<b>-1 749</b>	<b>2 198</b>	<b>-3,4</b>	<b>▼</b>	<b>+4,7</b>
Debtor accounts and overdraft facilities	35 440	-917	3 123	-2,5	▼	+9,7
<b>Transportation and communication</b>	<b>27 639</b>	<b>-948</b>	<b>1 663</b>	<b>-3,3</b>	<b>▼</b>	<b>+6,4</b>
Equipment loans	12 374	-914	961	-6,9	▼	+8,4
Debtor accounts and overdraft facilities	11 461	-404	478	-3,4	▼	+4,3
<b>Financial activities</b>	<b>107 748</b>	<b>554</b>	<b>2 254</b>	<b>+0,5</b>	<b>▲</b>	<b>+2,1</b>
Miscellaneous claims	91 854	1 196	1 751	+1,3	▲	+1,9
<b>Claims of other financial corporations on nonfinancial sectors</b>	<b>383 765</b>	<b>14 450</b>	<b>23 442</b>	<b>3,9</b>	<b>▲</b>	<b>6,5</b>
<b>Loans</b>	<b>118 086</b>	<b>-1 061</b>	<b>-1 594</b>	<b>-0,9</b>	<b>▼</b>	<b>-1,3</b>
<b>Private nonfinancial corporations</b>	<b>67 034</b>	<b>-893</b>	<b>1 403</b>	<b>-1,3</b>	<b>▼</b>	<b>+2,1</b>
Finance companies	49 644	-846	220	-1,7	▼	+0,4
Offshore banks	11 698	-743	-750	-6,0	▼	-6,0
Caisse de Dépôts et de Gestion	5 692	696	1 933	+13,9	▲	+51,4
<b>Households</b>	<b>51 052</b>	<b>-168</b>	<b>-2 997</b>	<b>-0,3</b>	<b>▼</b>	<b>-5,5</b>
Finance companies	45 398	-290	-3 259	-0,6	▼	-6,7
Microcredit associations	5 579	124	271	+2,3	▲	+5,1
<b>Securities</b>	<b>251 589</b>	<b>15 736</b>	<b>24 150</b>	<b>6,7</b>	<b>▲</b>	<b>10,6</b>
<b>Central government</b>	<b>167 489</b>	<b>10 149</b>	<b>20 609</b>	<b>+6,5</b>	<b>▲</b>	<b>+14,0</b>
Bond UCITS	116 923	11 308	22 969	+10,7	▲	+24,4
Caisse de Dépôts et de Gestion	28 375	-1 225	-3 193	-4,1	▼	-10,1
Insurance and reinsurance companies	<b>15 464</b>	<b>59</b>	<b>100</b>	<b>+0,4</b>	<b>▲</b>	<b>+0,7</b>
<b>Private nonfinancial corporations</b>	<b>67 405</b>	<b>5 087</b>	<b>2 526</b>	<b>+8,2</b>	<b>▲</b>	<b>+3,9</b>
Bond UCITS	16 052	3 627	272	+29,2	▲	+1,7
Equity UCITS	11 304	873	1 543	+8,4	▲	+15,8
Caisse de Dépôts et de Gestion	<b>8 452</b>	<b>437</b>	<b>793</b>	<b>+5,4</b>	<b>▲</b>	<b>+10,4</b>
Insurance and reinsurance companies	<b>28 415</b>	<b>238</b>	<b>1 063</b>	<b>+0,8</b>	<b>▲</b>	<b>+3,9</b>
<b>Public nonfinancial corporations</b>	<b>16 695</b>	<b>500</b>	<b>1 015</b>	<b>+3,1</b>	<b>▲</b>	<b>+6,5</b>
Bond UCITS	9 548	477	1 207	+5,3	▲	+14,5
Insurance and reinsurance companies	<b>5 510</b>	<b>40</b>	<b>239</b>	<b>+0,7</b>	<b>▲</b>	<b>+4,5</b>

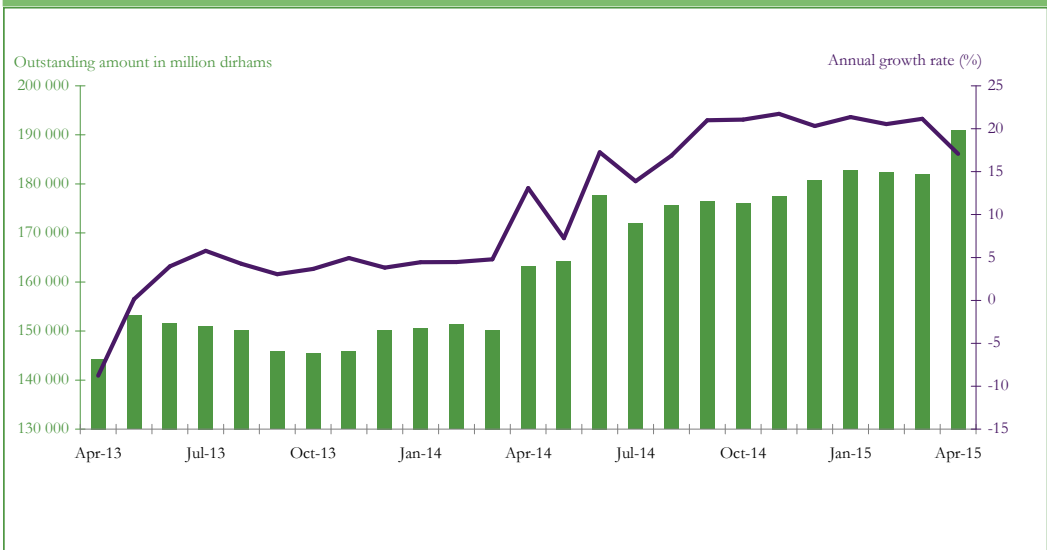
**Chart 1: Annual change in M3**



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



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



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

