

Month on month, M3 aggregate increased by 0.3 percent to 1.223,7 billion dirhams. This change includes a 1.9 percent rise in net claims on the Central government and a 1.3 percent drop in bank credit and 0.8 percent in net international reserves.

By economic purpose, the change in bank credit reflects mainly a 3.4 percent drop in cash facilities and 6.1 percent in loans of a financial nature. As to other categories of credit, equipment loans rose by 0.7 percent, mortgages by 0.3 percent and consumer loans by 0.8 percent.

Year on year, M3 aggregate rose 5.3 percent from 4.7 percent in June 2017, mainly reflecting an acceleration in the growth of demand deposits with banks to 6.8 percent from 6.4 percent and a slower drop in holdings of money market mutual fund by economic units from 13.1 percent to 2.3 percent. On the other hand, the growth rate of currency in circulation slowed down from 7.4 percent to 5.9 percent and demand investments from 5.1 percent to 4.9 percent.

As to M3 counterparts, bank credit growth decelerated to 5.8 percent from 6.2 percent and net international reserves declined by 15.2 percent from 14.7 percent in June. For their part, net claims on the Central government kept almost the same growth rate of June, that is 10 percent.

The change in bank credit mainly includes a 0.8 percent drop in cash facilities, after a rise of 1.7 percent in the previous month, and increases in equipment loans by 11.2 percent, from 9, 4 percent, and in consumer loans by 4.7 percent from 4.4 percent. Real estate loans remained virtually unchanged from the previous month, at 3.9 percent. Housing loans increased by 4.9 percent from 4.6 percent and real estate development loans rose by 1.7 percent from 2.4 percent.

By institutional sector, loans to the private sector grew by 3 percent from 3.5 percent, with a slowdown in loans to private non-financial corporations at 2.9 percent, from 4.1 percent, and an increase of 3.1 percent from 2.9 percent, in loans to households. Conversely, loans to public non-financial corporations rose by 22.3 percent from 13.2 percent in June 2017.

Key indicators of monetary statistics

Million DH

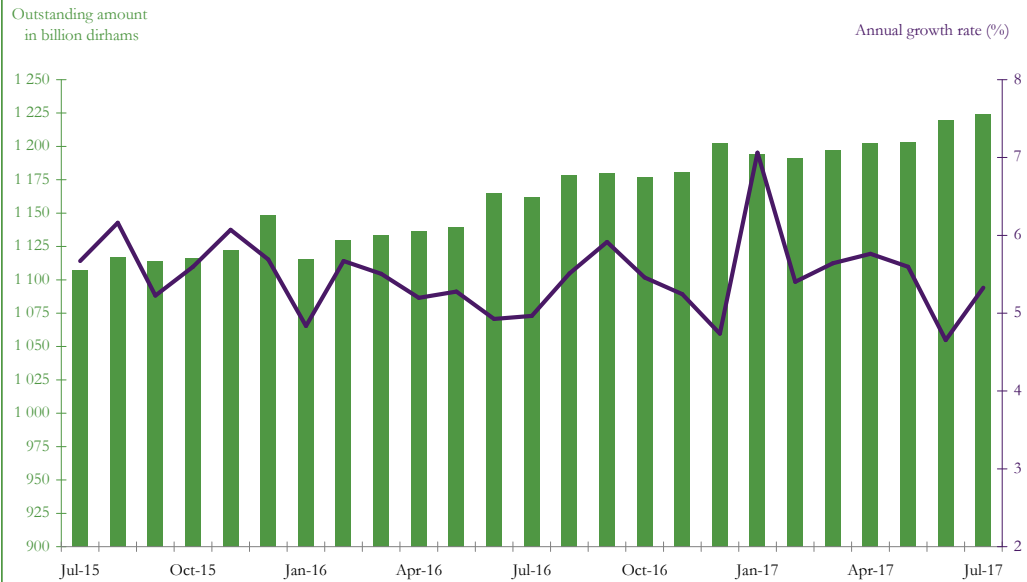
	Outstanding amount		△		△ (%)		
	July-17	June-17	December-16	July-16	June-17	December-16	July-16
M1	769 253	5	17 370	44 463	0,0 ■	2,3 ▲	6,1 ▲
M2	918 924	548	20 836	51 495	0,1 ▲	2,3 ▲	5,9 ▲
M3	1 223 711	4 228	21 297	61 880	0,3 ▲	1,8 ▲	5,3 ▲
Liquid investment aggregate	616 113	5 658	29 017	44 979	0,9 ▲	4,9 ▲	7,9 ▲
Currency in circulation	211 658	2 534	8 416	11 849	1,2 ▲	4,1 ▲	5,9 ▲
Banking deposits included from broad money⁽¹⁾	864 352	357	11 506	44 482	0,0 ▲	1,3 ▲	5,4 ▲
Demand deposits with the banking system	504 570	-1 206	7 958	32 291	-0,2 ▼	1,6 ▲	6,8 ▲
Time accounts and fixed-term bills	155 501	-599	-7 765	-5 503	-0,4 ▼	-4,8 ▼	-3,4 ▼
Securities of money market UCITS	56 840	1 140	-3 830	-1 314	2,0 ▲	-6,3 ▼	-2,3 ▼
Net international reserves	204 116	-1 561	-45 127	-36 604	-0,8 ▼	-18,1 ▼	-15,2 ▼
Net claims on central government	158 891	3 009	16 512	14 382	1,9 ▲	11,6 ▲	10,0 ▲
Lending to the economy	982 343	-8 478	24 696	53 633	-0,9 ▼	2,6 ▲	5,8 ▲
Loans of other depository corporations⁽²⁾	839 795	-8 680	14 029	40 560	-1,0 ▼	1,7 ▲	5,1 ▲
Bank loans	831 249	-10 676	13 151	45 427	-1,3 ▼	1,6 ▲	5,8 ▲
By economic purpose							
Real estate loans	255 074	799	8 173	9 476	0,3 ▲	3,3 ▲	3,9 ▲
Home loans	194 075	659	5 714	9 116	0,3 ▲	3,0 ▲	4,9 ▲
Loans to property developers	58 858	431	3 348	984	0,7 ▲	6,0 ▲	1,7 ▲
Debtor accounts and overdraft facilities	176 469	-6 212	3 742	-1 349	-3,4 ▼	2,2 ▲	-0,8 ▼
Equipment loans	158 635	1 178	5 718	16 040	0,7 ▲	3,7 ▲	11,2 ▲
Consumer loans	50 540	378	1 808	2 288	0,8 ▲	3,7 ▲	4,7 ▲
Miscellaneous claims	127 529	-7 763	-7 937	17 241	-5,7 ▼	-5,9 ▼	15,6 ▲
Non-performing loans	63 003	945	1 646	1 731	1,5 ▲	2,7 ▲	2,8 ▲
By institutional sectors							
Other financial corporations	116 030	-11 433	-6 697	16 228	-9,0 ▼	-5,5 ▼	16,3 ▲
Public sector	64 236	3 393	2 082	10 120	5,6 ▲	3,3 ▲	18,7 ▲
Local government	15 286	783	200	1 179	5,4 ▲	1,3 ▲	8,4 ▲
Public nonfinancial corporations	48 951	2 610	1 882	8 941	5,6 ▲	4,0 ▲	22,3 ▲
Private sector	650 983	-2 636	17 766	19 079	-0,4 ▼	2,8 ▲	3,0 ▲
Other nonfinancial corporations	333 022	-3 715	9 312	9 503	-1,1 ▼	2,9 ▲	2,9 ▲
Households and NPISH ⁽³⁾	317 961	1 079	8 455	9 577	0,3 ▲	2,7 ▲	3,1 ▲

(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

Chart 1: Annual change in M3



**Chart 2: Annual change in M3 components
Annual growth rate (%)**

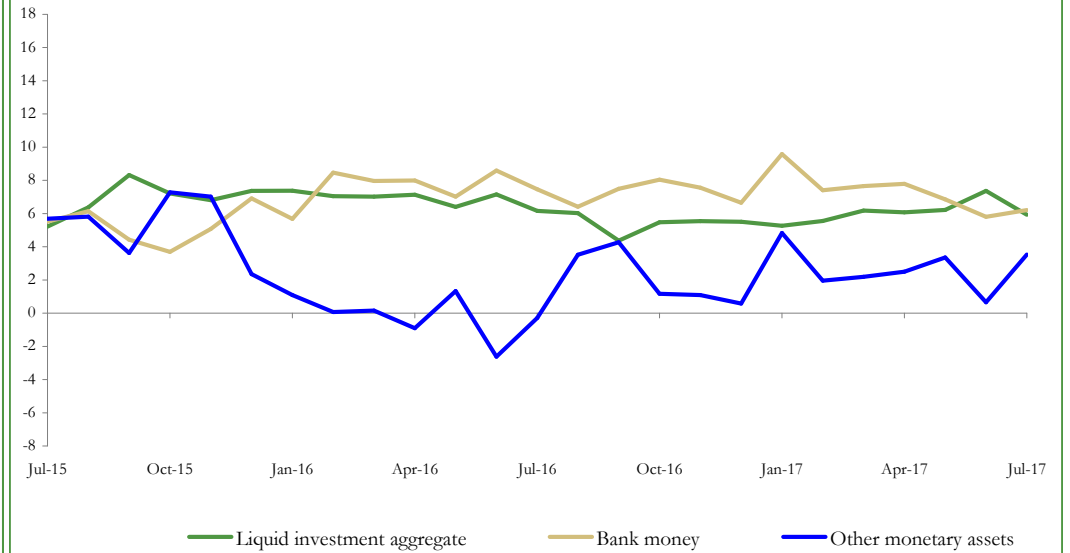
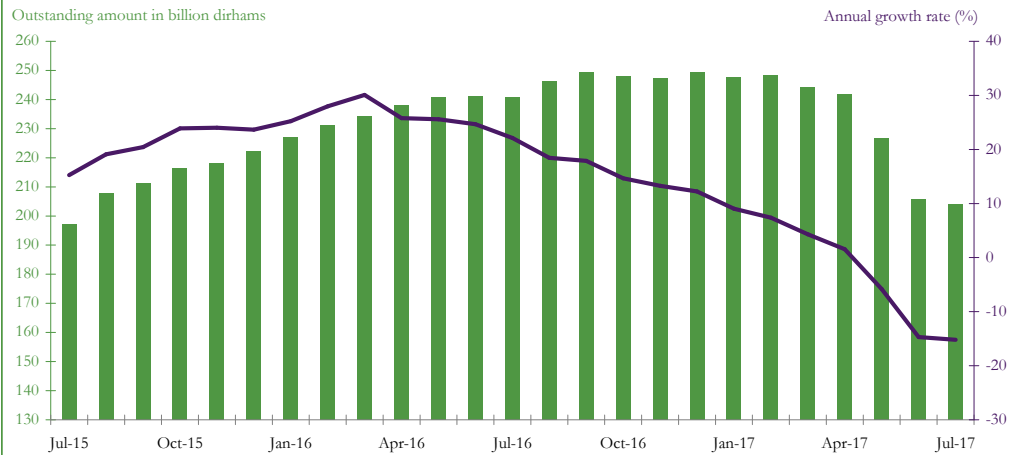


Chart 3: Change in Net international reserves



**Chart 4: Annual change in bank loans by economic purpose
Annual growth rate (%)**

