

On a monthly basis, M3 increased by 0.3 percent in July 2018 to reach 1,278.5 billion dirhams. This increase reflects the rise by 1.7 percent of currency in circulation, 6.3 percent in money market fund shares and 0.4 percent in term deposits, while demand deposits with banks declined by 0.8 percent.

By M3 counterpart, claims on the economy rose by 0.3 percent, with a decrease of 0.8 in bank loans, while net claims on central government and net international reserves recorded respective declines by 3.6 percent and 0.8 percent.

Year on year, M3 growth rate remained unchanged at 4.5 percent, from one month to the next. Hence, currency in circulation increased by 7.7 percent instead of 7.4 percent while money market funds and time deposits with banks declined by 2.3 percent and 1 percent respectively as against 6.2 percent and 1.8 percent. In contrast, growth rate decelerated from 6.7 percent to 6.2 percent for sight deposits with banks and from 5.1 percent to 4.8 percent for interest-bearing demand deposits.

By counterpart, net international reserves rose by 10.7 percent, the same rate as the previous month, while the growth rate of claims on central government decelerated from 16.5 percent to 9.4 percent. Conversely, growth of bank loans speeded up from 1.5 percent to 2 percent.

The evolution of bank loans mainly reflects a slower decrease in cash advances from 3.7 percent to 1.9 percent. Besides, growth rate fell from 9.9 percent to 9.4 percent for equipment loans and from 3.3 percent to 3.1 percent for real estate loans. As for consumer loans, their rate remained unchanged at 5.6 percent.

By institutional sector, loans to the nonfinancial sector increased at the same rate of June, namely 3.5 percent. This sluggishness is due, on the one hand, to more rapid loans to households, 3.6 percent as against 3 percent, and, on the other hand, to the slowdown of loans to private nonfinancial corporations, 1 percent instead of 1.2 percent, as well as of loans to public nonfinancial corporations, from 19.8 percent to 17.1 percent.

Key indicators of monetary statistics

Million DH

	Outstanding amount	Δ			Δ (%)		
	July-18	June-18	December-17	July-17	June-18	December-17	July-17
M1	825 440	-3 006	14 986	56 187	-0,4 ▼	1,8 ▲	7,3 ▲
M2	982 352	-2 912	18 018	63 428	-0,3 ▼	1,9 ▲	6,9 ▲
M3	1 278 546	3 282	10 019	54 835	0,3 ▲	0,8 ▲	4,5 ▲
Liquid investment aggregate	660 565	3 094	18 581	59 253	0,5 ▲	2,9 ▲	9,9 ▲
Currency in circulation	228 026	3 907	9 188	16 367	1,7 ▲	4,2 ▲	7,7 ▲
Banking deposits included from broad money⁽¹⁾	894 913	-2 619	1	30 562	-0,3 ▼	0,0 ■	3,5 ▲
Demand deposits with the banking system	535 961	-4 401	2 182	31 391	-0,8 ▼	0,4 ▲	6,2 ▲
Time accounts and fixed-term bills	153 906	617	-1 852	-1 595	0,4 ▲	-1,2 ▼	-1,0 ▼
Securities of money market UCITS	55 540	3 284	-5 102	-1 300	6,3 ▲	-8,4 ▼	-2,3 ▼
Net international reserves	225 866	-1 724	-15 077	21 751	-0,8 ▼	-6,3 ▼	10,7 ▲
Net claims on central government	175 806	-6 595	8 023	15 174	-3,6 ▼	4,8 ▲	9,4 ▲
Lending to the economy	1 005 857	2 694	16 475	23 555	0,3 ▲	1,7 ▲	2,4 ▲
Loans of other depository corporations⁽²⁾	854 246	-3 332	3 859	14 451	-0,4 ▼	0,5 ▲	1,7 ▲
Bank loans	847 895	-6 920	4 746	16 646	-0,8 ▼	0,6 ▲	2,0 ▲
By economic purpose							
Real estate loans	262 961	358	5 306	7 890	0,1 ▲	2,1 ▲	3,1 ▲
Home loans	200 103	278	4 277	6 028	0,1 ▲	2,2 ▲	3,1 ▲
Loans to property developers	59 383	-609	-718	528	-1,0 ▼	-1,2 ▼	0,9 ▲
Debtor accounts and overdraft facilities	173 136	-2 602	5 753	-3 334	-1,5 ▼	3,4 ▲	-1,9 ▼
Equipment loans	173 591	574	3 008	14 954	0,3 ▲	1,8 ▲	9,4 ▲
Consumer loans	53 360	332	2 405	2 820	0,6 ▲	4,7 ▲	5,6 ▲
Miscellaneous claims	120 066	-6 321	-12 883	-7 464	-5,0 ▼	-9,7 ▼	-5,9 ▼
Non-performing loans	64 782	739	1 157	1 779	1,2 ▲	1,8 ▲	2,8 ▲
By institutional sectors							
Other financial corporations	107 909	-7 014	-13 279	-8 121	-6,1 ▼	-11,0 ▼	-7,0 ▼
Public sector	71 126	1 773	4 478	10 134	2,6 ▲	6,7 ▲	16,6 ▲
Local government	17 587	293	289	2 301	1,7 ▲	1,7 ▲	15,1 ▲
Public nonfinancial corporations	53 539	1 480	4 189	7 833	2,8 ▲	8,5 ▲	17,1 ▲
Private sector	668 861	-1 678	13 547	14 633	-0,3 ▼	2,1 ▲	2,2 ▲
Other nonfinancial corporations	347 387	-3 398	6 165	3 437	-1,0 ▼	1,8 ▲	1,0 ▲
Households and NPISH ⁽³⁾	321 474	1 720	7 383	11 196	0,5 ▲	2,4 ▲	3,6 ▲

(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

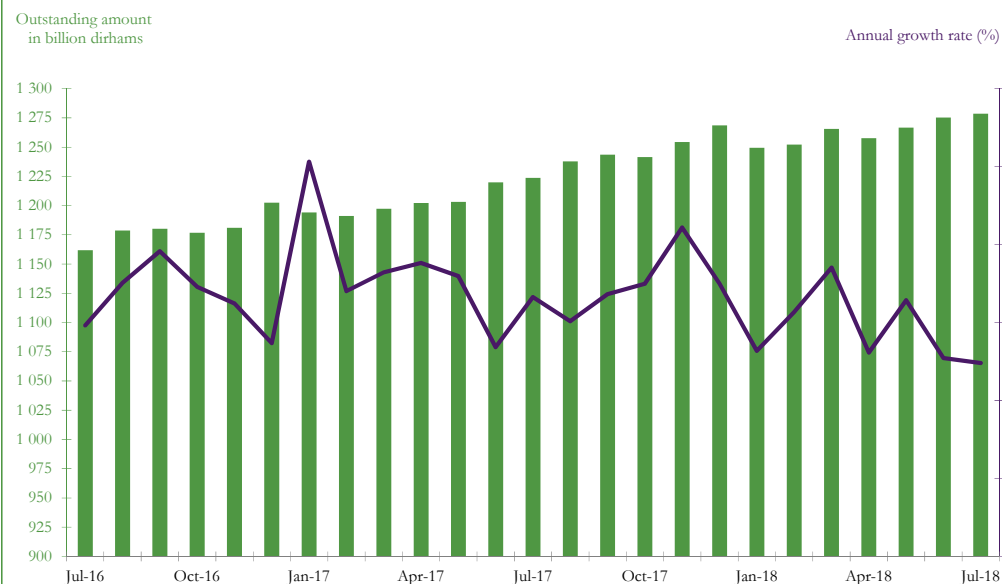


Chart 2: Annual change in M3 components
Annual growth rate (%)

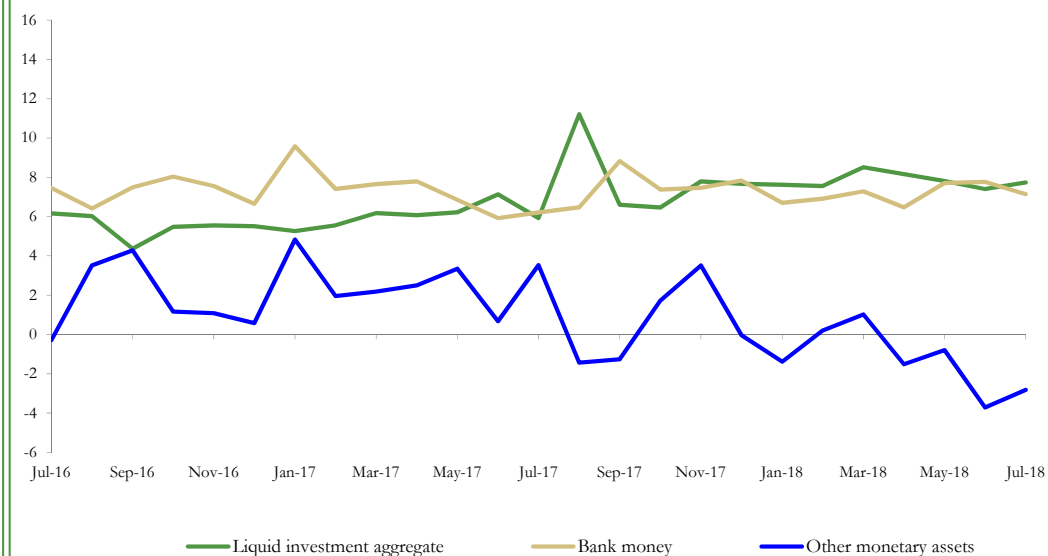


Chart 3: Change in Net international reserves

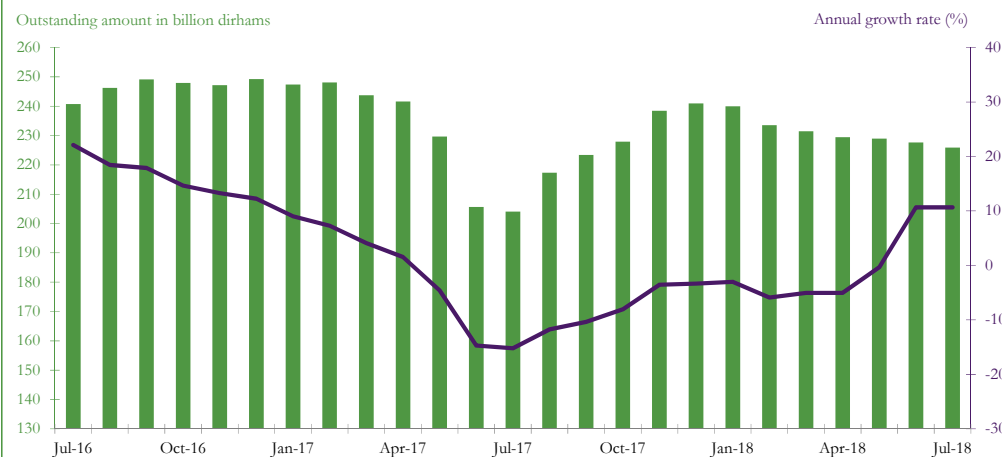


Chart 4: Annual change in bank loans by economic purpose
Annual growth rate (%)

