

TABLE 2

## MONETARY DEVELOPMENTS IN THE EURO AREA: AUGUST 2006

DATA UNADJUSTED FOR SEASONAL EFFECTS

(EUR billions and annual percentage changes <sup>a)</sup>)

	JULY 2006			AUGUST 2006			AVERAGE JUN-06 AUG-06
	End of month level	Monthly flow b)	Annual growth rate	End of month level	Monthly flow b)	Annual growth rate	Annual growth rate
<b>COMPONENTS OF M3<sup>c)</sup></b>							
(1) <b>M3</b> (= items 1.3, 1.6 and 1.11)	7411	15	7.8	7427	17	8.3	8.1
(1.1) Currency in circulation	563	9	11.1	559	-4	11.6	11.4
(1.2) Overnight deposits	3011	-35	6.8	2958	-53	6.6	7.2
(1.3) <b>M1</b> (items 1.1 and 1.2)	3574	-26	7.4	3517	-57	7.4	7.9
(1.4) Deposits with agreed maturity up to 2 years	1234	25	18.8	1268	35	20.7	19.2
(1.5) Deposits redeemable at notice up to 3 months	1563	-3	2.5	1563	0	2.2	2.6
(1.6) Other short term deposits (items 1.4 and 1.5)	2797	22	9.1	2831	34	9.7	9.3
(1.7) <b>M2</b> (items 1.3 and 1.6)	6371	-4	8.2	6348	-23	8.4	8.5
(1.8) Repurchase agreements	250	5	4.9	265	14	6.3	4.6
(1.9) Money market fund shares/units	627	13	0.7	634	7	1.2	0.9
(1.10) Debt securities issued with maturity up to 2 years	162	1	30.1	180	18	42.3	34.2
(1.11) Marketable instruments (items 1.8, 1.9 and 1.10)	1040	19	5.4	1079	39	7.6	5.9
<b>COUNTERPARTS OF M3</b>							
<b>MFI liabilities:</b>							
(2) <i>Holdings against central government</i> <sup>d)</sup>	194	-13	-7.5	185	-9	11.4	0.7
(3) <i>Longer-term financial liabilities against other euro area residents</i> (= items 3.1 to 3.4)	5293	48	8.8	5296	4	8.5	8.4
(3.1) Deposits with agreed maturity over 2 years	1611	9	9.2	1614	2	9.3	9.2
(3.2) Deposits redeemable at notice over 3 months	93	1	4.1	95	2	7.1	4.3
(3.3) Debt securities issued with maturity over 2 years	2309	17	8.5	2310	5	8.1	8.3
(3.4) Capital and reserves	1279	21	9.0	1277	-5	8.1	8.2
<b>MFI assets:</b>							
(4) <i>Credit to euro area residents</i> (= items 4.1 and 4.2)	12643	64	9.2	12631	-14	9.1	9.1
(4.1) Credit to general government	2381	-25	-0.9	2357	-28	-1.7	-0.8
of which Loans	826	-4	-0.6	821	-6	-0.8	-0.5
of which Securities other than shares	1554	-21	-1.0	1537	-22	-2.1	-0.9
(4.2) Credit to other euro area residents	10262	89	11.8	10274	14	11.9	11.7
of which Loans	8860	75	11.1	8875	18	11.3	11.1
of which Securities other than shares	615	11	21.2	612	-1	21.4	20.5
of which Shares and other equities	788	3	12.8	787	-4	12.3	12.2
(5) <i>Net external assets</i>	500	-1	ND	485	-13	ND	ND
(6) <i>Other counterparts of M3 (residual)</i> (= M3 + items 2, 3 - items 4, 5)	-245	-12	ND	-209	38	ND	ND

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) Calculated from the 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 monetary financial institutions (MFIs) and specific units of the 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.