

PRESS RELEASE

EURO AREA INVESTMENT FUND STATISTICS JUNE 2011

In June 2011, the amount outstanding of shares/units issued by euro area investment funds other than money market funds was €6 billion lower than one quarter earlier in March 2011. This decrease was due to a decline in share/unit prices, which was partially offset by net issues of shares/units.

The **amount outstanding of shares/units issued by euro area investment funds other than money market funds** decreased to €5,758 billion in June 2011, from €5,764 billion in March 2011. Over the same period, the amount outstanding of shares/units issued by euro area money market funds decreased to €1,050 billion from €1,077 billion.

Transactions¹ in shares/units issued by euro area investment funds other than money market funds amounted to €60 billion in the second quarter of 2011, while transactions in shares/units issued by money market funds amounted to minus €21 billion.

The annual growth rate of shares/units issued by euro area investment funds other than money market funds, calculated on the basis of transactions, was 5.1% in June 2011. For the same period, the annual growth rate of shares/units issued by euro area money market funds was -5.5%.

Shares/units issued

(EUR billions and annual growth rates; not seasonally adjusted; amounts outstanding at the end of the period, transactions during the period)

	2010			2011					
	Q2	Q3	Q4	Q1	Q2	Q2			
						Apr.	May	June	
<u>Investment funds other than money market funds:</u>									
Amount outstanding	5,332	5,517	5,762	5,764	5,758	5,805	5,851	5,758	
Transactions	43	82	81	58	60	33	24	3	
Annual percentage	10.9	7.9	6.9	4.9	5.1	4.7	5.2	5.1	
<u>Money market funds:</u>									
Amount outstanding	1,167	1,138	1,107	1,077	1,050	1,071	1,090	1,050	
Transactions	-49	6	-37	-10	-21	6	8	-34	
Annual percentage	-12.3	-11.6	-10.1	-7.6	-5.5	-6.6	-4.6	-5.5	

change

Regarding the **assets of euro area investment funds other than money market funds**, the annual growth rate of securities other than shares was 7.6% in June 2011, with transactions amounting

¹ Transactions in shares/units issued mainly reflect the difference between shares/units issued and those redeemed, but may also include other transactions, such as those resulting from dividend payments received or distributed by the fund.

to €31 billion during the second quarter. In the case of shares and other equity the corresponding annual growth rate was 5.3%, with second-quarter transactions of €16 billion. For holdings of investment fund shares/units the annual growth rate was 6.6%, with second-quarter transactions of €11 billion.

In terms of the **breakdown by investment policy**, the annual growth rate of shares/units issued by bond funds was 5.5% in June 2011. Transactions in shares/units issued by bond funds amounted to €9 billion in the second quarter of 2011. The annual growth rate and transactions of equity funds were 4.9% and €24 billion respectively. For mixed funds, the corresponding figures were 5.3% and €8 billion.

Regarding the **assets of euro area money market funds**, the annual growth rate of securities other than shares was -6.9% in June 2011, with transactions amounting to minus €35 billion during the second quarter (within this item, the transactions in securities issued by euro area residents were minus €30 billion); for deposit and loan claims the annual rate of change was 4.3% and transactions equalled €14 billion.

Notes

- *Money market funds are presented separately in this press release since they are classified in the monetary financial institutions sector within the European statistical framework, while other types of investment fund are classified in the other financial intermediaries sector.*
- *Further predefined tables, statistical data and methodological notes, as well as the advance release calendar, are available in the "Statistics" section of the ECB's website under "Euro area investment fund statistics" (<http://www.ecb.europa.eu/stats/money/funds>) and "The balance sheets of monetary financial institutions" (<http://www.ecb.europa.eu/stats/money/aggregates/bsheets>).*

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Assets and liabilities of euro area investment funds

(EUR billions and annual percentage changes; not seasonally adjusted; amounts outstanding at the end of the period, transactions and other changes during the period)

	2011 Q1	2011 Q2				
	Amount outstanding	Amount outstanding	Change in amount outstanding	Transactions	Other changes ¹⁾	Annual percentage change ²⁾
Investment funds other than money market funds						
Assets						
Deposits and loan claims	388	387	-1	0	-1	-1.3
Securities other than shares	2354	2380	26	31	-3	7.6
Issued by euro area residents	1430	1424	-5	-8	3	1.0
Issued by non-euro area residents	924	956	32	38	-6	19.0
Shares and other equity	1974	1953	-20	16	-36	5.3
Issued by euro area residents	783	771	-12	-4	-8	3.2
Issued by non-euro area residents	1191	1183	-8	20	-28	6.8
Investment fund shares/units (incl. money market fund shares)	877	881	4	11	-7	6.6
Issued by euro area residents	741	750	9	10	-1	7.6
Issued by non-euro area residents	136	131	-5	1	-6	1.4
Non-financial assets	221	222	1	4	-3	2.1
Other assets	518	492	-26	-21	-5	-5.7
Liabilities						
Investment fund shares/units	5764	5758	-6	60	-63	5.1
Loans and deposits received	127	119	-8	-12	4	-14.0
Other liabilities	441	439	-3	-6	4	8.2
Total	6332	6316	-16	41	-55	4.9
Money market funds						
Assets						
Deposits and loan claims	151	216	65	14	51	4.3
Securities other than shares	878	785	-93	-35	-58	-6.9
Issued by euro area residents	512	463	-49	-30	-19	-11.8
Issued by non-euro area residents	366	322	-44	-5	-39	0.6
Shares and other equity	4	4	0	0	0	-2.2
Money market fund shares/units	50	47	-3	-3	0	-15.3
Other assets	22	21	-1	-1	0	-5.5
Liabilities						
Money market fund shares/units	1077	1050	-28	-21	-7	-5.5
Loans and deposits received	2	3	1	1	0	-43.7
Other liabilities	26	21	-5	-5	0	-15.1
Total	1105	1074	-32	-25	-7	-5.9

1) Other changes consist of revaluations due to price and exchange rate changes as well as statistical reclassifications.

2) Annual percentage changes are calculated on the basis of transactions.

Investment funds shares/units issued by euro area investment funds other than money market funds

(EUR billions and annual percentage changes; not seasonally adjusted; amounts outstanding at the end of the period, transactions and other changes during the period)

	2011 Q1	2011 Q2				
	Amount outstanding	Amount outstanding	Change in amount outstanding	Transactions	Other changes ¹⁾	Annual percentage change ²⁾
Breakdown by investment policy³⁾						
Bond funds	1807	1805	-2	9	-9	5.5
Equity funds	1706	1683	-23	24	-47	4.9
Mixed funds	1409	1414	5	8	-3	5.3
Real estate funds	267	268	1	3	-2	3.7
Hedge funds	111	111	0	0	-1	0.8
Other funds	463	478	15	16	-1	5.6
Breakdown by type of fund⁴⁾						
Open-end funds	5679	5673	-6	58	-62	5.2
Closed-end funds	85	86	1	1	-1	3.3
Total	5764	5758	-6	60	-63	5.1

1) Other changes consist of revaluations due to price and exchange rate changes as well as statistical reclassifications.

2) Annual percentage changes are calculated on the basis of transactions.

3) The breakdown by investment policy is generally based on the types of asset in which the investment funds primarily invest, usually on the basis of a stated strategy (e.g. if the fund primarily invests in shares and other equity it is allocated to the "equity funds" category). Funds investing in both equity and bonds, without any prevalent policy for either, are allocated to the "mixed funds" category. Hedge funds are classified in line with the statistical definition set out in Guideline ECB/2007/9. In particular, they cover funds with relatively unconstrained investment strategies and few restrictions on the types of financial asset in which they may invest. If a fund cannot be classified as an equity, bond, mixed, real estate or hedge fund, it is included in the residual "other funds" category.

4) The shares/units of open-end funds can be redeemed out of the fund's assets. Closed-end funds are funds with a fixed number of issued shares/units.