

Press release

25 September 2025

Monetary developments in the euro area: August 2025

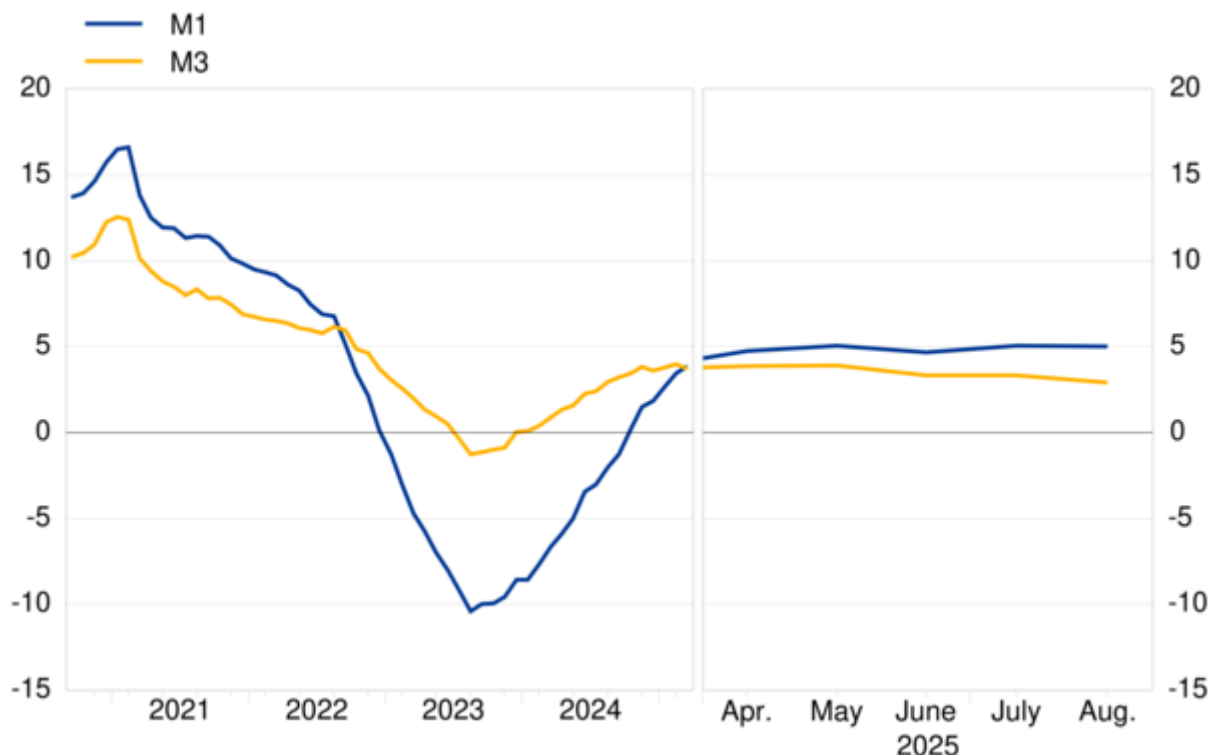
- Annual growth rate of broad [monetary aggregate M3](#) decreased to 2.9% in August 2025 from 3.3% in July (revised from 3.4%)
- Annual growth rate of narrower [monetary aggregate M1](#), comprising currency in circulation and overnight deposits, stood at 5.0% in August, unchanged from previous month
- Annual growth rate of [adjusted loans to households](#) stood at 2.5% in August, compared with 2.4% in July
- Annual growth rate of [adjusted loans to non-financial corporations](#) increased to 3.0% in August from 2.8% in July

Components of the broad monetary aggregate M3

The annual growth rate of the broad monetary aggregate M3 decreased to 2.9% in August 2025 from 3.3% in July, averaging 3.2% in the three months up to August. The [components of M3](#) showed the following developments. The annual growth rate of the narrower aggregate M1, which comprises currency in circulation and overnight deposits, stood at 5.0% in August, unchanged from the previous month. The annual growth rate of short-term deposits other than overnight deposits (M2-M1) was -1.4% in August, compared with -0.8% in July. The annual growth rate of marketable instruments (M3-M2) decreased to 2.6% in August from 6.1% in July.

Chart 1
Monetary aggregates

(annual growth rates)



[Data for monetary aggregates](#)

Looking at the [components' contributions to the annual growth rate of M3](#), the narrower aggregate M1 contributed 3.2 percentage points (as in the previous month), short-term deposits other than overnight deposits (M2-M1) contributed -0.4 percentage points (down from -0.2 percentage points) and marketable instruments (M3-M2) contributed 0.2 percentage points (down from 0.4 percentage points).

Among the holding sectors of [deposits in M3](#), the annual growth rate of deposits placed by households stood at 3.4% in August, unchanged from the previous month, while the annual growth rate of deposits placed by non-financial corporations stood at 2.8% in August, compared with 2.7% in July. Finally, the annual growth rate of deposits placed by investment funds other than money market funds decreased to 2.6% in August from 6.5% in July.

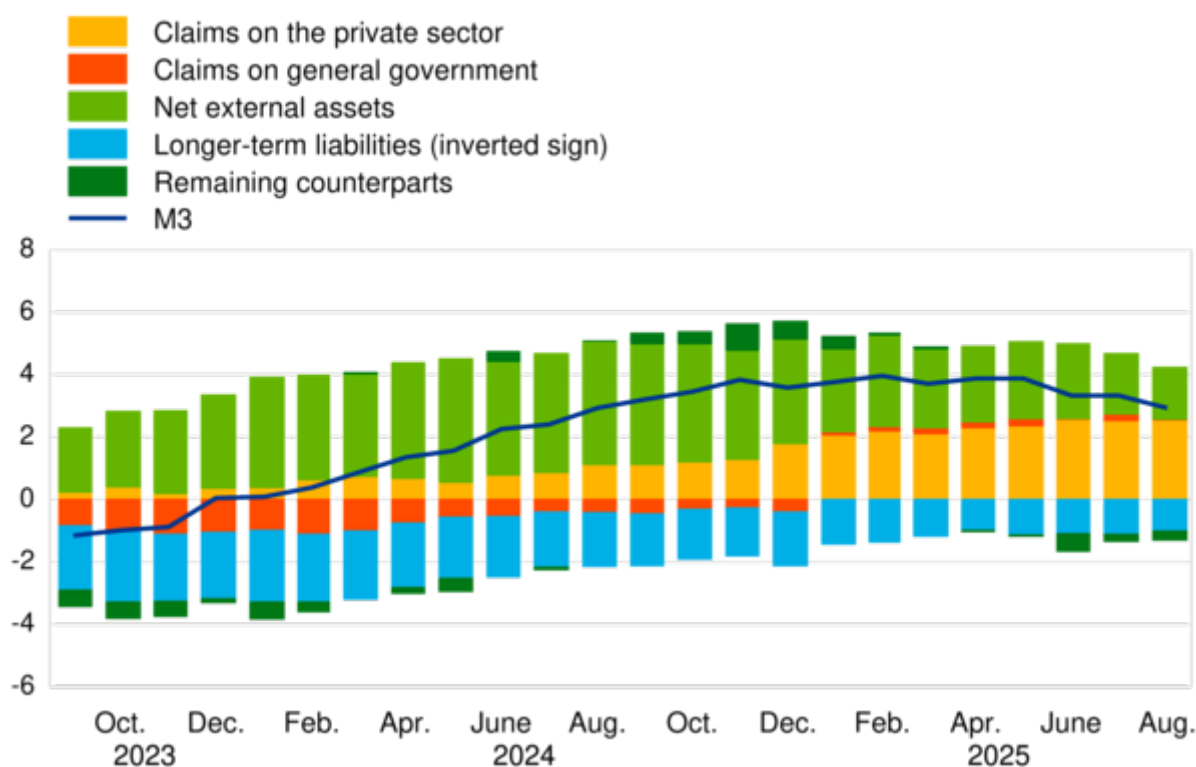
Counterparts of the broad monetary aggregate M3

The annual growth rate of M3 in August 2025, as a reflection of changes in the items on the monetary financial institution (MFI) consolidated balance sheet other than M3 ([counterparts of M3](#)), can be broken down as follows: claims on the private sector contributed 2.5 percentage points (as in the previous month), net external assets contributed 1.6 percentage points (down from 1.9 percentage points), claims on general government contributed 0.0 percentage points (down from 0.2 percentage points), longer-term liabilities contributed -1.0 percentage points (up from -1.1 percentage points), and the remaining counterparts of M3 contributed -0.3 percentage points (down from -0.2 percentage points).

Chart 2

Contribution of the M3 counterparts to the annual growth rate of M3

(percentage points)



[Data for contribution of the M3 counterparts to the annual growth rate of M3](#)

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Claims on euro area residents

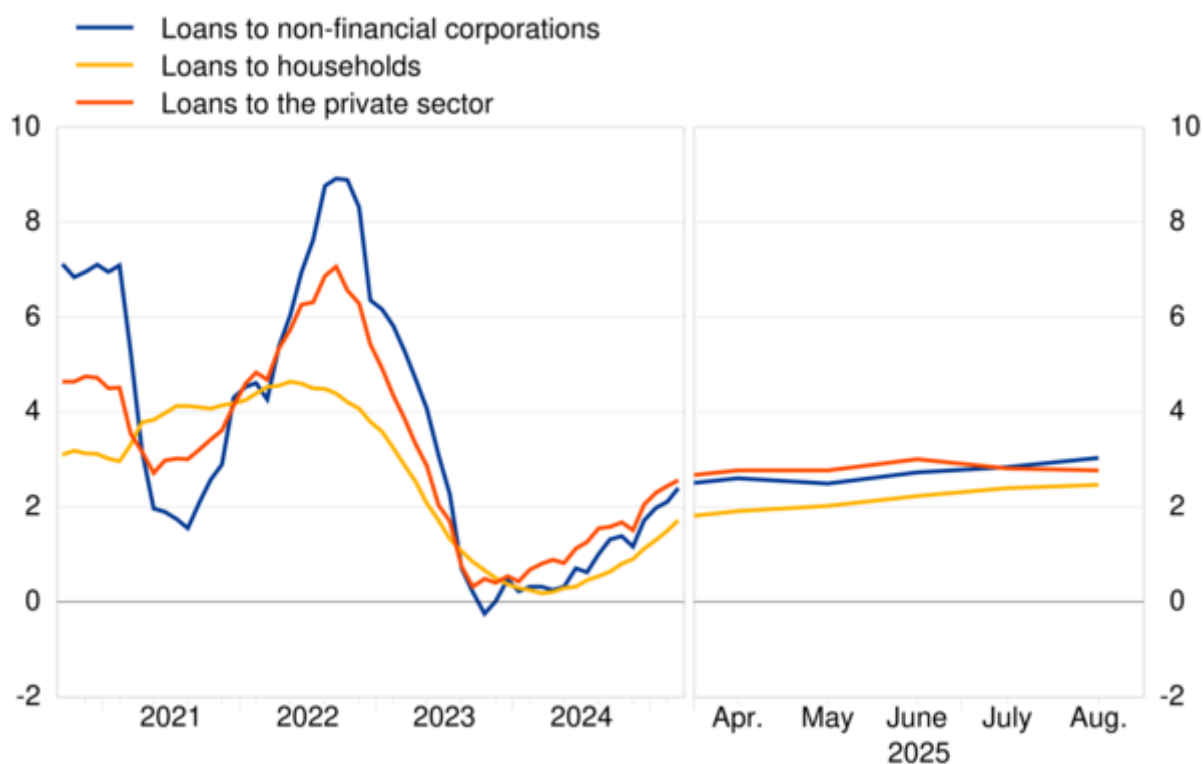
The annual growth rate of total [claims on euro area residents](#) decreased to 1.9% in August 2025 from 2.1% in the previous month. The annual growth rate of [claims on general government](#) decreased to 0.1% in August from 0.6% in July, while the annual growth rate of [claims on the private sector](#) stood at 2.7% in August, unchanged from the previous month.

The annual growth rate of [adjusted loans to the private sector](#) (i.e. adjusted for loan transfers and notional cash pooling) stood at 2.8% in August, unchanged from the previous month. Among the borrowing sectors, the annual growth rate of [adjusted loans to households](#) stood at 2.5% in August, compared with 2.4% in July, while the annual growth rate of [adjusted loans to non-financial corporations](#) increased to 3.0% in August from 2.8% in July.

Chart 3

Adjusted loans to the private sector

(annual growth rates)



[Data for adjusted loans to the private sector](#)

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Notes:

- Data in this press release are adjusted for seasonal and end-of-month calendar effects, unless stated otherwise.
- "Private sector" refers to euro area non-MFIs excluding general government.
- Hyperlinks lead to data that may change with subsequent releases as a result of revisions. Figures shown in annex tables are a snapshot of the data as at the time of the current release.

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1 Monetary developments in the euro area: August 2025

(EUR billions and annual percentage changes; data adjusted for seasonal effects ^{a)})

	End-of-month level	Monthly flow			Annual growth rate		
	Aug 2025	Jun 2025	Jul 2025	Aug 2025	Jun 2025	Jul 2025	Aug 2025
COMPONENTS OF M3							
1. M3	16912	5	-12	1	3.3	3.3	2.9
1.1. M2	15743	-10	9	17	2.8	3.1	2.9
1.1.1. M1	10823	26	-5	21	4.7	5.0	5.0
Currency in circulation	1570	3	3	4	1.9	1.9	2.0
Overnight deposits	9254	24	-8	16	5.1	5.6	5.6
1.1.2. Other short-term deposits (M2 - M1)	4919	-36	14	-4	-1.0	-0.8	-1.4
Deposits with an agreed maturity of up to two years	2394	-47	8	-10	-5.3	-5.2	-6.3
Deposits redeemable at notice of up to three months	2526	11	6	6	3.4	3.7	3.9
1.2. Marketable instruments (M3 - M2)	1169	15	-22	-16	10.4	6.1	2.6
Repurchase agreements	237	11	-15	-5	26.2	8.7	-0.3
Money market fund shares	909	12	-6	-8	11.4	9.4	6.9
Debt securities issued with a maturity of up to two years	23	-8	-1	-2	-54.9	-51.5	-52.4
COUNTERPARTS OF M3							
MFI liabilities:							
2. Liabilities to central government ^{b)}	400	-61	-14	1	0.1	-1.9	-4.9
3. Longer-term liabilities to other euro area residents	7963	10	8	10	2.3	2.4	2.2
3.1. Deposits with an agreed maturity of over two years	1839	6	-1	6	0.6	0.9	1.1
3.2. Deposits redeemable at notice of over three months	133	4	3	0	19.1	20.5	19.6
3.3. Debt securities issued with a maturity of over two years	2576	12	11	1	3.8	4.0	3.2
3.4. Capital and reserves	3415	-11	-6	3	1.6	1.3	1.4
MFI assets:							
4. Claims on euro area residents	22256	41	38	8	2.0	2.1	1.9
4.1. Claims on general government	6256	-23	22	-19	0.1	0.6	0.1
Loans	1013	0	4	1	2.7	3.6	3.4
Debt securities	5217	-22	17	-20	-0.4	0.0	-0.5
Equity	26	0	0	0	0.7	1.3	1.4
4.2. Claims on the private sector ^{c)}	16000	64	16	27	2.7	2.7	2.7
Loans	13419	41	4	8	2.8	2.6	2.5
Adjusted loans ^{d)}	13691	58	-3	11	3.0	2.8	2.8
Debt securities	1580	15	-2	8	0.8	1.3	1.2
Equity	656	8	14	10	0.9	2.4	4.3
Shares issued by investment funds other than money market funds	344	0	1	1	12.2	12.6	12.8
5. Net external assets	2862	-8	-9	-3	-	-	-
6. Other counterparts of M3 (residual)	158	-78	-47	7	-	-	-
of which:							
6.1. Repos with central counterparties (liabilities) ^{e)}	206	-4	-4	33	-2.6	4.0	6.8
6.2. Reverse repos to central counterparties (assets) ^{e)}	179	-12	1	12	-6.0	7.8	5.1

a) Figures may not add up due to rounding. The information in this table is based on the consolidated balance sheet of monetary financial institutions (MFIs) located in the euro area. The MFI sector comprises the Eurosystem, deposit-taking corporations except central banks and money market funds.

Monthly flows are derived from differences in levels excluding changes that do not arise from transactions, such as revaluations, exchange rate variations and statistical reclassifications.

M3 comprises liabilities of MFIs, as well as short-term deposit liabilities of post offices and specific central government entities, vis-à-vis non-MFI euro area residents other than central government.

b) Includes holdings of the central government of deposits with the MFI sector and of securities issued by the MFI sector.

c) Private sector refers to euro area non-MFIs excluding general government.

d) Loans adjusted for the effects of transfers to and from MFI balance sheets, as well as for notional cash pooling services provided by MFIs. For further breakdowns see Table 4.

e) The series is not adjusted for seasonal effects.

2 Contributions to the M3 annual growth rate: August 2025

(contributions in terms of the M3 annual percentage change; data adjusted for seasonal effects ^{a)})

	Jun 2025	Jul 2025	Aug 2025
COMPONENTS OF M3			
1. M1	2.9	3.2	3.2
1.1. Currency in circulation	0.2	0.2	0.2
1.2. Overnight deposits	2.8	3.0	3.0
2. M2 - M1 (other short-term deposits)	-0.3	-0.2	-0.4
3. M3 - M2 (marketable instruments)	0.7	0.4	0.2
COUNTERPARTS OF M3			
4. Claims on the private sector	2.6	2.5	2.5
5. Claims on general government	0.0	0.2	0.0
6. Net external assets	2.4	1.9	1.6
7. Longer-term liabilities (inverted sign) ^{b)}	-1.1	-1.1	-1.0
8. Remaining counterparts	-0.6	-0.2	-0.3
M3 (sum of items 1 to 3, or items 4 to 8)	3.3	3.3	2.9

a) Figures may not add up due to rounding.

b) Longer-term liabilities to euro area residents excluding central government.

3 Deposits in M3: August 2025

(EUR billions and annual percentage changes; data adjusted for seasonal effects ^{a)})

	End-of-month level	Monthly flow			Annual growth rate		
	Aug 2025	Jun 2025	Jul 2025	Aug 2025	Jun 2025	Jul 2025	Aug 2025
Total deposits	14410	-1	-9	7	3.3	3.4	3.0
1. Deposits placed by households ^{b)}	8879	11	27	10	3.3	3.4	3.4
1.1. Overnight deposits	5365	18	21	10	4.9	5.4	5.6
1.2. Deposits with an agreed maturity of up to two years	1166	-15	0	-6	-2.6	-4.6	-5.6
1.3. Deposits redeemable at notice of up to three months	2347	7	7	6	2.9	3.1	3.3
1.4. Repurchase agreements	1	0	0	0	-7.9	-0.1	5.7
2. Deposits placed by non-financial corporations	3448	-16	20	7	1.6	2.7	2.8
2.1. Overnight deposits	2514	-2	13	6	3.9	4.9	5.1
2.2. Deposits with an agreed maturity of up to two years	781	-16	7	1	-6.7	-5.5	-5.7
2.3. Deposits redeemable at notice of up to three months	144	2	0	0	13.4	14.1	14.7
2.4. Repurchase agreements	9	0	0	0	-9.4	5.1	-2.3
3. Deposits placed by investment funds other than money market funds	449	2	-18	-9	13.1	6.5	2.6
3.1. Overnight deposits	364	-6	-18	1	13.4	5.9	5.1
3.2. Deposits with an agreed maturity of up to two years	40	2	3	-1	-14.5	-4.5	-8.0
3.3. Deposits redeemable at notice of up to three months	2	0	0	0	42.1	47.8	28.4
3.4. Repurchase agreements	43	7	-4	-9	39.2	21.1	-7.6
4. Deposits placed by insurance corporations and pension funds	224	7	-18	5	7.6	2.5	3.3
4.1. Overnight deposits	156	14	-12	-2	10.6	9.2	7.3
4.2. Deposits with an agreed maturity of up to two years	36	-4	-3	2	-8.6	-12.7	-10.8
4.3. Deposits redeemable at notice of up to three months	4	0	0	1	4.6	5.5	24.3
4.4. Repurchase agreements	28	-3	-3	4	10.7	-8.1	-4.5
5. Deposits placed by other non-monetary financial corporations ^{c)}	862	-10	-23	-5	4.3	5.8	1.5
5.1. Overnight deposits	463	0	-22	-6	8.0	8.3	4.4
5.2. Deposits with an agreed maturity of up to two years	231	-19	9	-9	-9.0	-1.5	-9.7
5.3. Deposits redeemable at notice of up to three months	20	1	-1	0	16.2	14.4	12.5
5.4. Repurchase agreements ^{c)}	148	8	-10	11	15.8	10.5	12.2
6. Deposits placed by other general government	548	4	3	-1	1.9	1.4	0.5

a) Figures may not add up due to rounding. The information in this table is based on the consolidated balance sheet of monetary financial institutions (MFIs) located in the euro area. The MFI sector comprises the Eurosystem, deposit-taking corporations except central banks and money market funds.

Monthly flows are derived from differences in levels excluding changes that do not arise from transactions, such as exchange rate variations and statistical reclassifications.

b) Includes deposits by non-profit institutions serving households.

c) Excludes repurchase agreements with central counterparties.

4 Adjusted loans to the private sector: August 2025 ^{a)}
(EUR billions and annual percentage changes; data adjusted for seasonal effects ^{b)})

	End-of-month level	Monthly flow			Annual growth rate		
	Aug 2025	Jun 2025	Jul 2025	Aug 2025	Jun 2025	Jul 2025	Aug 2025
1. Loans to households ^{c)}	7045	18	15	15	2.2	2.4	2.5
1.1. Credit for consumption	800	2	3	4	4.6	4.6	4.7
1.2. Lending for house purchase	5559	13	13	13	2.2	2.4	2.5
1.3. Other lending	687	2	-1	-1	-0.1	0.2	0.1
<i>of which: sole proprietors</i>	355	0	0	0	-1.7	-1.6	-1.4
2. Loans to non-financial corporations	5271	28	5	14	2.7	2.8	3.0
2.1. up to 1 year	837	15	-11	3	3.0	2.0	2.6
2.2. over 1 year and up to 5 years	1141	9	5	0	3.8	4.4	4.3
2.3. over 5 years	3293	3	11	11	2.3	2.5	2.7
3. Loans to investment funds other than money market funds	188	6	-2	-2	8.8	8.0	5.0
4. Loans to insurance corporations and pension funds	130	7	-9	0	13.0	5.1	2.9
5. Loans to other non-monetary financial corporations ^{d)}	1057	0	-12	-17	7.5	4.3	2.9

a) Loans adjusted for the effects of transfers to and from MFI balance sheets, as well as for notional cash pooling services provided by MFIs. Data on transferred loans that have been derecognised from MFI balance sheets are included in these figures, where available.

Monthly flows are derived from differences in levels excluding changes that do not arise from transactions, such as revaluations, exchange rate variations and statistical reclassifications.

b) Figures may not add up due to rounding.

c) Includes loans to non-profit institutions serving households.

d) Excludes reverse repos to central counterparties.