

N°386
JULY
2022

MONTHLY BULLETIN

AGENCE FRANCE TRÉSOR IS TASKED WITH MANAGING THE GOVERNMENT DEBT AND CASH POSITIONS UNDER THE MOST SECURE CONDITIONS IN THE INTEREST OF THE TAXPAYER.

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UNCHANGED STATE FINANCING PROGRAMME FOR 2022 FOLLOWING THE PRESENTATION OF THE SUPPLEMENTARY BUDGET BILL FOR 2022

A Supplementary Budget Bill (PLFR) for 2022 was presented to the Cabinet on 7 July, reflecting measures introduced to support purchasing power in an inflationary context. The State's borrowing requirement will be revised upwards to €311.0 billion, which represents an increase of €13.4 billion compared to the Initial Budget Act (LFI) for 2022 and includes €177.6 billion for the "deficit to be financed" line (compared to €153.8 billion in the LFI).

| In € billion | 2020 Outturn Budget Review Bill | 2021 Outturn Budget Review Bill (4 July 2022) | 2022 Initial Budget Act (30 December 2021) | 2022 Supplementary Budget Bill (7 July 2022) |
|---|---------------------------------------|--|--|---|
| Financing requirements | | | | |
| Redemption of medium- and long-term debt | 136,1 | 118,3 | 144,4 | 145,8 |
| Redemption of medium- and long-term debt (at nominal value) | 130,5 | 117,5 | 140,8 | 140,8 |
| Supplementary payments at maturity on inflation-linked bonds | 5,6 | 0,8 | 3,6 | 5,0 |
| Redemption of other debts | 0,5 | 0,0 | 0,0 | 0,0 |
| SNCF Réseau - redemption | 1,7 | 1,3 | 3,0 | 3,0 |
| Deficit to be financed | 178,1 | 170,7 | 153,8 | 177,6 |
| Other cash requirements | -6,9 | -5,1 | -3,6 | -15,4 |
| Total | 309,5 | 285,2 | 297,6 | 311,0 |
| Financing resources | | | | |
| Issuance of medium- and long-term debt net of buybacks | 260,0 | 260,0 | 260,0 | 260,0 |
| Funds allocated to the Caisse de la Dette Publique to reduce debt | 0,0 | 0,0 | 1,9 | 1,9 |
| Net change in outstanding short-term government securities | 54,7 | -6,2 | 0,0 | 0,0 |
| Change in correspondents' deposits | 27,8 | 18,7 | 0,0 | 0,0 |
| Change in cash available in the Treasury's account | -63,4 | -4,4 | 32,2 | 51,4 |
| Other cash sources | 30,4 | 17,2 | 3,5 | -2,3 |
| Total | 309,5 | 285,2 | 297,6 | 311,0 |

This increase in the deficit is due in part to the increase in the indexation charge provision on inflation-linked bonds. However, as we explained in our [monthly bulletin for June 2022](#), the indexation supplement is paid at the maturity of each bond. This provision is offset by the "other cash requirements" line. The only additional indexation supplement (€1.4 billion) impacting 2022 financing requirements relates to the inflation-linked bond amortised in 2022 ([OAT€i 1.10% 25 July 2022](#)).

The increase in the financing requirement is mainly due to additional general budget expenditure to support purchasing power in an inflationary context, which is attributable to supply pressures linked to the economic recovery and to persistently high energy prices sustained by the war in Ukraine, and the replenish the "State Financial Holdings" special appropriation account (CAS PFE). This account will then be able to finance operations that may occur in the second half of 2022. This increase in expenditure is partially offset by a rise in forecasted State revenue.

The increase in the State's borrowing requirement will be financed by an increase in the contribution of the Treasury account to the financing resources, which will amount to €51.4 billion, compared to €32.2 billion forecasted in the LFI. After the increase in cash available in the Treasury account in 2020 and 2021, it will also compensate the forecasted decrease in "other cash resources" linked to issuance of medium- and long-term debt at below par prices. The State issuance programme will remain unchanged compared to the LFI for 2022: issuance of medium- and long-term debt, net of buybacks, will stand at €260 billion as planned in the LFI, and there will be no change in short-term debt outstanding (BTFs).

As of the end July 2022, France issued €188.6 billion¹ in medium- and long-term debt, net of buybacks, and executed above 72% of the financing programme, which is slightly higher than at the same time last year. France's medium- and long-term cost of borrowing stood at 1.02% at the end of July 2022, as against -0.05% for 2021 as a whole.

¹ Issuance at the start of July and buybacks at the end of June, since buyback figures are published with a one month lag.

By Paul Robson, Head of G10 FX Strategy and Giovanni Zanni, Chief euro area economist at Natwest, published on 22 July 2022

The relative growth and monetary policy dynamics have favoured the USD for the bulk of this year. The US has relatively low direct exposure to current known external growth risks, such as the Ukraine war and Covid-19 risks in China. US economic growth has had an “exceptional” feel, with internal drivers relatively strong compared to others. EUR sentiment is conversely damaged by direct exposure to Ukraine. It is unclear if a more aggressive monetary hiking will have lasting effects on the currency, unless it is matched by positive growth differential dynamics, too.

The outlook may shift towards a less-positive USD environment later this year, though, as “front-loading” Fed tightening begins to abate and the breadth of the hiking cycle becomes clearer. That can allow “catch-up” from other central banks, and currencies.

EUR/USD is seen as a story of possible cyclical momentum around a long-term fair value estimate of approximately 1.20. Monetary policy has become a more important driver of cyclical divergence and favours the USD over the EUR for the coming quarter. European growth is likely to be more sensitive to the situation in Ukraine than the US. Things are deteriorating everywhere and relative growth might change sign at some point, however.

EUR/USD’s move below parity was as much a function of the surging global USD as it was EUR-specific weakness. EUR performance against the remainder of the G10 has been resilient. As such, we don’t think the ECB needs to react aggressively to the euro depreciation, despite Lagarde mentioning it as an issue at the last meeting.

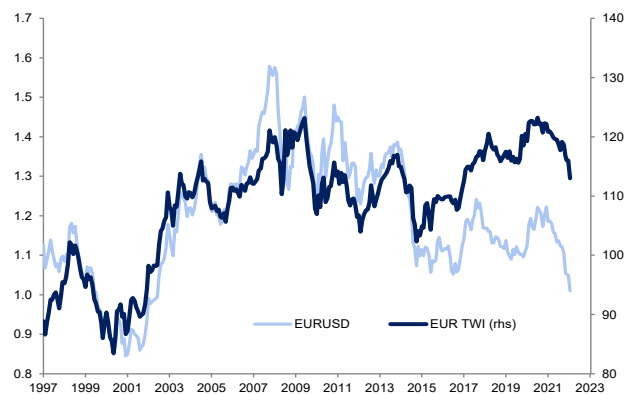
EUR/USD has a close relationship with the health of the global economy. Our medium-term model for the exchange rate has global macro data surprises, Global PMI orders and relative Euro area/US yields. At the time of writing, there wasn’t any noticeable discount between current levels and estimates of fair value (see chart below).

At the same time, economists have taken a knife to Euro area ’23 growth forecasts (see chart below). Interestingly, it has come at the same time that the EUR has weakened against both GBP and USD. Euro area inflation remains a story of cost-push rather than demand-pull, something that makes the Euro area recovery vulnerable. We expect the EUR to trade weakly until growth improves.

We continue to watch shifts in the US (2/10y) curve as it has been positively correlated with EUR/USD over many years (see charts below). It suggests support at current levels. “Peak Fed” pricing will obviously be important, something that recent inflation and activity data suggest is close.

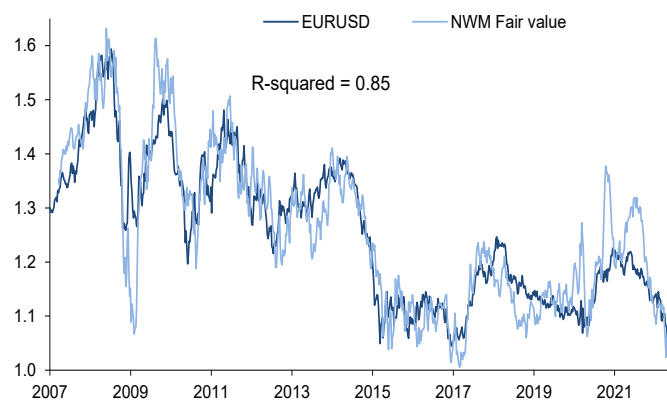
Finally, we see less support from long-term buying than usual when spot is this low. It seems likely that European exporters will be over hedge because demand has been significantly weaker than expected and production has been hampered by shortages.

Chart 1 : EUR versus the USD and on a trade-weighted measure



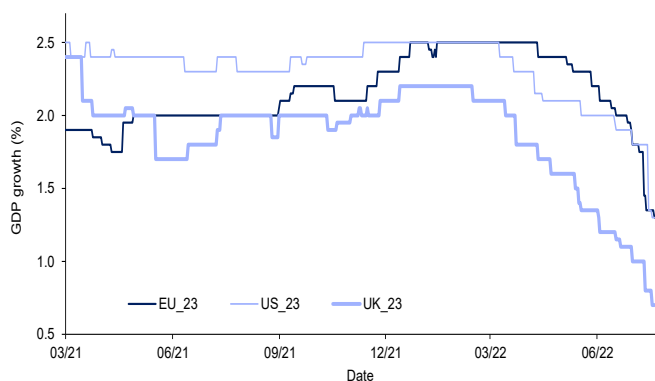
Sources: Bloomberg, Natwest, ECB

Chart 2 : EUR/USD | Natwest Fair-value estimate



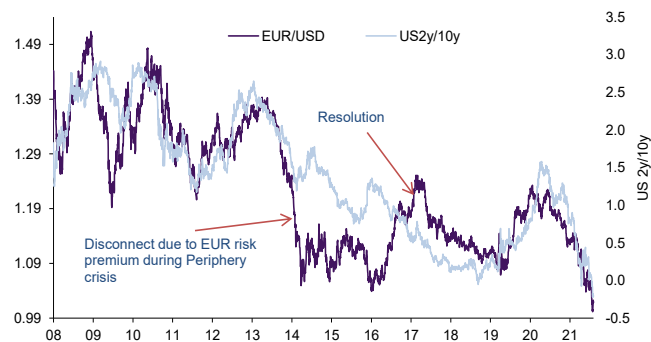
Sources: Bloomberg, Natwest

Chart 3 : Bloomberg 2023 GDP Forecasts



Sources: Bloomberg, Natwest

Chart 4 : EUR/USD versus US 2/10y Curve



Sources: Bloomberg, Natwest

NB: this Agence France Trésor forum offers economists an opportunity to express their personal opinion. Accordingly, the above article strictly reflects the author’s view, and should not be construed as expressing the viewpoints of Agence France Trésor or the Ministry of the Economy, Finance and Industrial and Digital Sovereignty. Please note that the authors are economists in the research department of Natwest and the views expressed in this article are consistent with their published views at the time of submission to the paper.

INDICATIVE AUCTION SCHEDULE

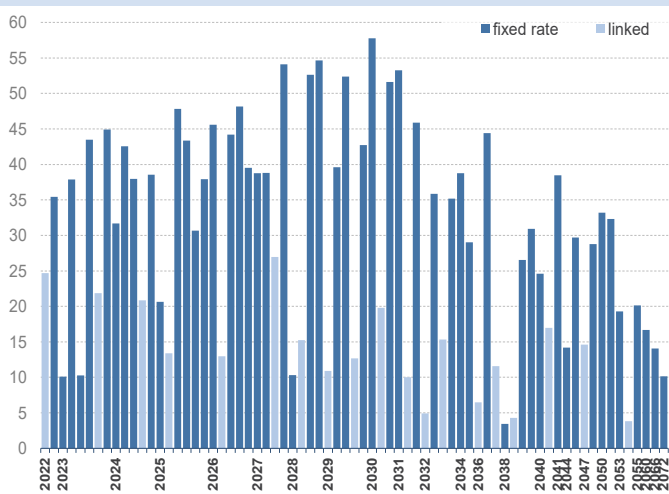
| | | Short-term | | | | | Medium-term | Long-term | Index-linked |
|----------------|-----------------|------------|----|----|----|----|-------------|-----------|--------------|
| August 2022 | auction date | 1 | 8 | 16 | 22 | 29 | 18 | 4 | 18 |
| | settlement date | 3 | 10 | 18 | 24 | 31 | 22 | 8 | 22 |
| September 2022 | auction date | 5 | 12 | 19 | 26 | / | 15 | 1 | 15 |
| | settlement date | 7 | 14 | 21 | 28 | / | 19 | 5 | 19 |

■ anticipated or delayed (bank holidays, etc.)

Source: Agence France Trésor

MEDIUM- AND LONG-TERM NEGOTIABLE GOVERNMENT DEBT AT 30 JUNE 2022

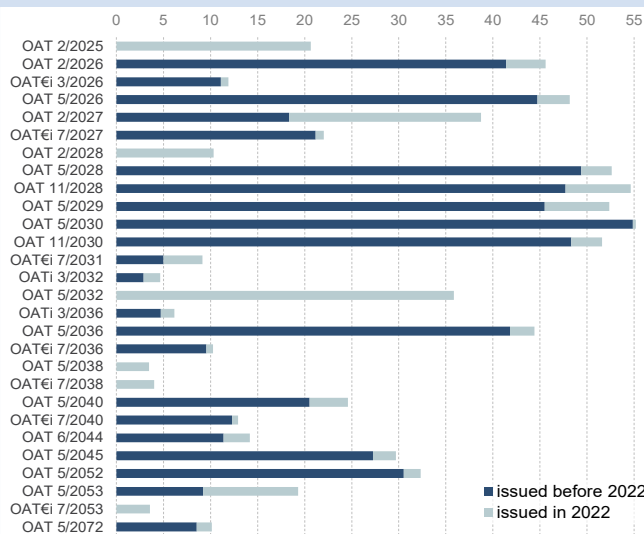
NOMINAL VALUE OF EACH LINE, IN € BILLION



Source: Agence France Trésor

MEDIUM- AND LONG-TERM: SECURITIES ISSUED DURING THE YEAR AND TOTAL ISSUANCE AT 30 JUNE 2022

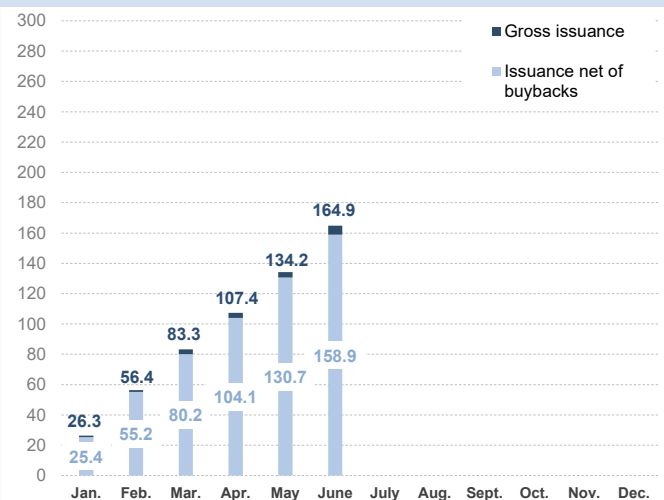
IN € BILLION



Source: Agence France Trésor

ISSUANCE AT 30 JUNE 2022

IN € BILLION



Source: Agence France Trésor

MEDIUM- AND LONG-TERM: PROVISIONAL MATURITY SCHEDULE AT 30 JUNE 2022

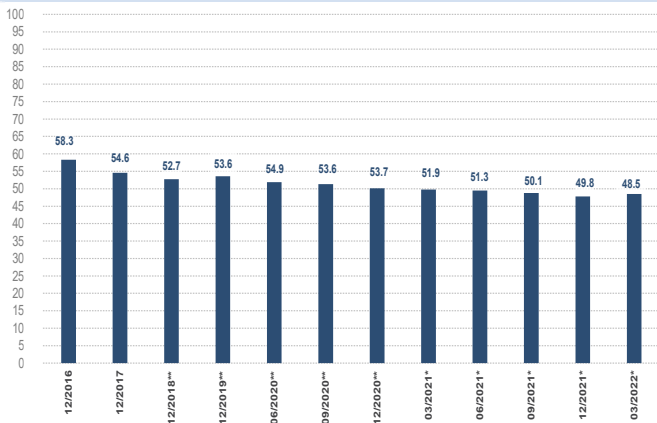
IN € BILLION

| Month | Coupon | Redemption |
|--------|--------|------------|
| Jul-22 | 2.7 | 24.8 |
| Aug-22 | | |
| Sep-22 | | |
| Oct-22 | 9.1 | 35.4 |
| Nov-22 | 1.6 | |
| Dec-22 | | |
| Jan-23 | | |
| Feb-23 | 0.1 | 10.1 |
| Mar-23 | 0.1 | 37.9 |
| Apr-23 | 9.2 | 10.3 |
| May-23 | 9.3 | 43.5 |
| Jun-23 | 0.6 | |

Source: Agence France Trésor

NON-RESIDENT HOLDERS OF NEGOTIABLE GOVERNMENT DEBT IN FIRST QUARTER OF 2022

AS A % OF NEGOTIABLE DEBT OUTSTANDING
EXPRESSED IN MARKET VALUE



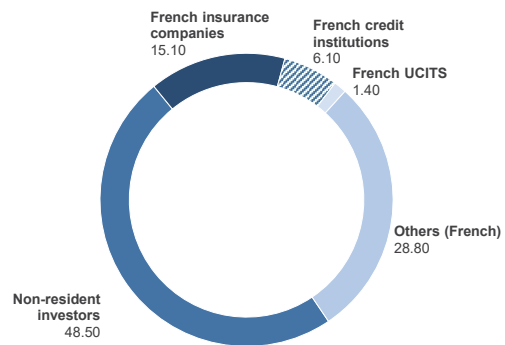
(*) figures quarterly revised

(**) figures annually revised

Source: Banque de France

NEGOTIABLE GOVERNMENT DEBT BY GROUP OF HOLDERS IN FIRST QUARTER OF 2022

STRUCTURE IN % EXPRESSED IN MARKET VALUE



Source: Banque de France

NEGOTIABLE GOVERNMENT DEBT AT 30 JUNE 2022

IN EUROS

| | |
|---|-----------------------------|
| Total medium- and long-term debt | 2,076,175,983,885 |
| Total stripping activity | 57,022,771,200 |
| Average maturity | 9 years and 39 days |
| Total short-term debt | 143,629,000,000 |
| Average maturity | 112 days |
| Total outstanding | 2,219,804,983,885 |
| Average maturity | 8 years and 196 days |

Source: Agence France Trésor

NEGOTIABLE GOVERNMENT DEBT SINCE 2019 AT 30 JUNE 2022

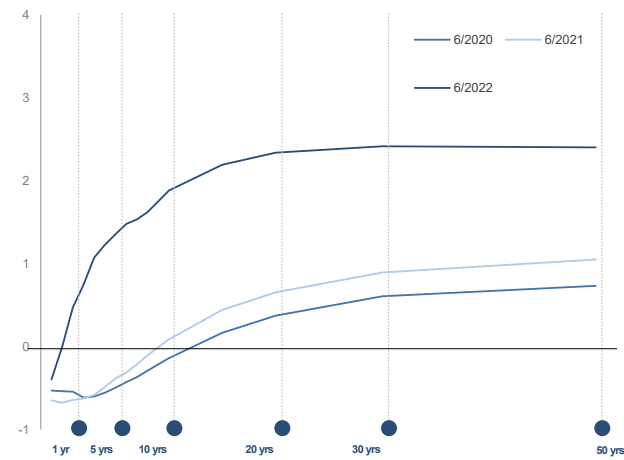
IN € BILLION

| | End 2018 | End 2019 | End 2021 | End May 2022 | End June 2022 |
|--|----------------------------|----------------------------|-----------------------------|-----------------------------|-----------------------------|
| Negotiable government debt outstanding | 1,823 | 2,001 | 2,145 | 2,189 | 2,220 |
| <i>of which index-linked securities</i> | 226 | 220 | 236 | 259 | 267 |
| Medium- and long-term | 1,716 | 1,839 | 1,990 | 2,046 | 2,076 |
| Short-term | 107 | 162 | 155 | 143 | 144 |
| Average maturity of the negotiable debt | 8 years 63 days | 8 years 73 days | 8 years 153 days | 8 years 213 days | 8 years 196 days |

Source: Agence France Trésor

YIELD CURVE FOR FRENCH GOVERNMENT SECURITIES

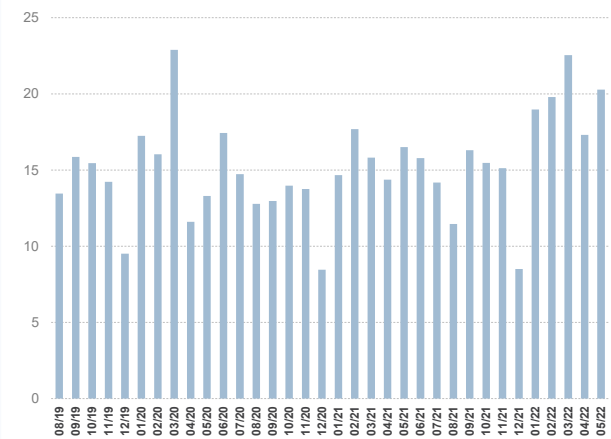
END-OF-MONTH VALUE, %



Source: Bloomberg

AVERAGE DAILY VOLUME OF MEDIUM- AND LONG-TERM TRANSACTIONS

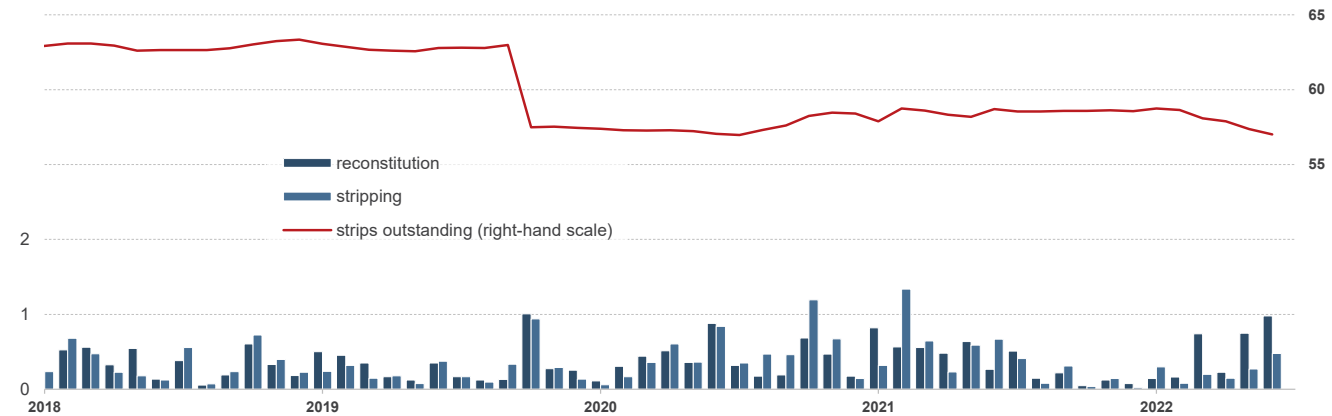
IN € BILLION



Source: reporting by primary dealers in government securities, excluding flows arising from the Eurosystem public sector purchase programme

TOTAL STRIPPING AND RECONSTITUTION

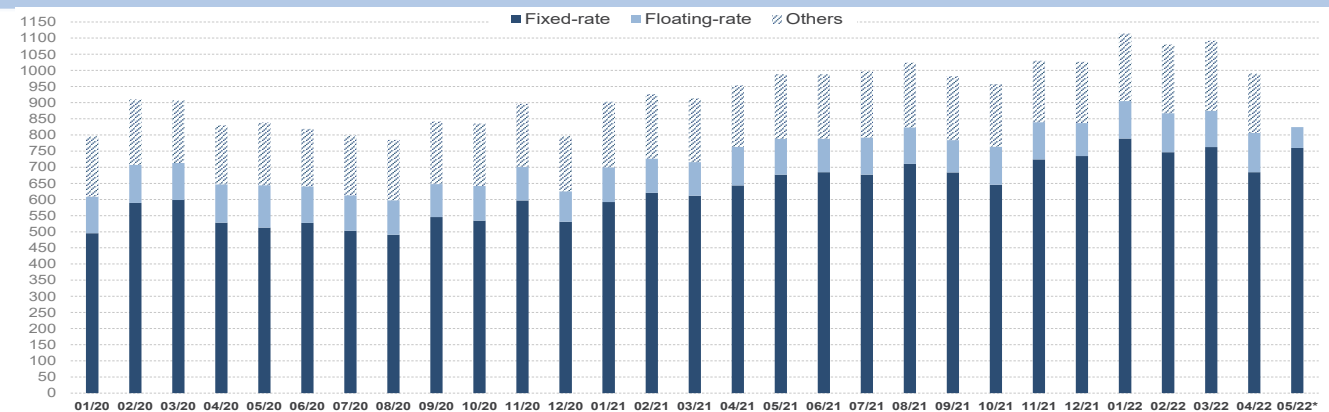
IN € BILLION



Source: Euroclear

PRIMARY DEALERS, CUMULATED REPO OUTSTANDING AT END OF MONTH

IN € BILLION



*New reporting framework based on face value data in particular

Source: reporting by primary dealers in government securities

SHORT-TERM DEBT AT 30 JUNE 2022

| ISIN Code | Maturity | Outstanding(€) |
|--------------|-----------------------|----------------|
| FR0127176404 | BTF 6 July 2022 | 6,727,000,000 |
| FR0126893561 | BTF 13 July 2022 | 6,455,000,000 |
| FR0127176412 | BTF 20 July 2022 | 6,806,000,000 |
| FR0127034678 | BTF 27 July 2022 | 6,552,000,000 |
| FR0127176420 | BTF 3 August 2022 | 6,188,000,000 |
| FR0126893579 | BTF 10 August 2022 | 6,805,000,000 |
| FR0127176438 | BTF 17 August 2022 | 6,537,000,000 |
| FR0127034686 | BTF 24 August 2022 | 4,969,000,000 |
| FR0127176446 | BTF 31 August 2022 | 6,889,000,000 |
| FR0126893587 | BTF 7 September 2022 | 7,599,000,000 |
| FR0127176453 | BTF 14 September 2022 | 6,762,000,000 |
| FR0127176461 | BTF 21 September 2022 | 4,893,000,000 |
| FR0127176479 | BTF 28 September 2022 | 3,012,000,000 |
| FR0126893694 | BTF 5 October 2022 | 7,026,000,000 |
| FR0127176487 | BTF 19 October 2022 | 5,657,000,000 |
| FR0126893702 | BTF 2 November 2022 | 6,430,000,000 |
| FR0127176495 | BTF 16 November 2022 | 5,284,000,000 |
| FR0126893710 | BTF 30 November 2022 | 2,651,000,000 |
| FR0127034694 | BTF 4 January 2023 | 7,040,000,000 |
| FR0127034702 | BTF 25 January 2023 | 5,965,000,000 |
| FR0127034710 | BTF 22 February 2023 | 6,050,000,000 |
| FR0127034728 | BTF 22 March 2023 | 5,544,000,000 |
| FR0127176370 | BTF 19 April 2023 | 4,851,000,000 |
| FR0127176388 | BTF 17 May 2023 | 4,721,000,000 |
| FR0127176396 | BTF 14 June 2023 | 2,216,000,000 |

MEDIUM- AND LONG-TERM DEBT (MATURING 2022-2025) AT 30 JUNE 2022

| ISIN Code | Bond | Outstanding(€) | Ind. Coeff. | Face value(€) | Stripped(€) | CAC* |
|--------------|----------------------------|------------------------|-------------|----------------|---------------|------|
| | Maturity 2022 | 60,086,558,380 | | | | |
| FR0010899765 | OAT€i 1.10% 25 July 2022 | 24,666,558,380 (1) | 1.24246 | 19,853,000,000 | 0 | |
| FR0011337880 | OAT 2.25% 25 October 2022 | 35,420,000,000 | | | 0 | |
| | Maturity 2023 | 168,507,607,423 | | | | |
| FR0013479102 | OAT 0.00% 25 February 2023 | 10,109,000,000 | | | 0 | × |
| FR0013283686 | OAT 0.00% 25 March 2023 | 37,888,500,000 | | | 0 | × |
| FR0000571085 | OAT 8.50% 25 April 2023 | 10,263,695,903 | | | 5,195,165,200 | |
| FR0011486067 | OAT 1.75% 25 May 2023 | 43,486,000,000 | | | 0 | × |
| FR0010585901 | OATi 2.10% 25 July 2023 | 21,842,411,520 (1) | 1.21024 | 18,048,000,000 | 0 | |
| FR0010466938 | OAT 4.25% 25 October 2023 | 44,918,000,000 | | | 448,985,000 | |
| | Maturity 2024 | 171,541,935,690 | | | | |
| FR0014001N46 | OAT 0.00% 25 February 2024 | 31,676,000,000 | | | 0 | × |
| FR0013344751 | OAT 0.00% 25 March 2024 | 42,533,000,000 | | | 0 | × |
| FR0011619436 | OAT 2.25% 25 May 2024 | 37,948,000,000 | | | 0 | × |
| FR0011427848 | OAT€i 0.25% 25 July 2024 | 20,848,935,690 (1) | 1.16351 | 17,919,000,000 | 0 | × |
| FR0011962398 | OAT 1.75% 25 November 2024 | 38,536,000,000 | | | 42,000,000 | × |
| | Maturity 2025 | 193,766,720,058 | | | | |
| FR0014007TY9 | OAT 0.00% 25 February 2025 | 20,656,000,000 | | | 0 | × |
| FR0012558310 | OATi 0.10% 1 March 2025 | 13,389,791,940 (1) | 1.10313 | 12,138,000,000 | 0 | × |
| FR0013415627 | OAT 0.00% 25 March 2025 | 47,814,000,000 | | | 0 | × |
| FR0012517027 | OAT 0.50% 25 May 2025 | 43,331,000,000 | | | 0 | × |
| FR0000571150 | OAT 6.00% 25 October 2025 | 30,653,928,118 | | | 2,809,564,400 | |
| FR0012938116 | OAT 1.00% 25 November 2025 | 37,922,000,000 | | | 0 | × |

(1) face value x indexation coefficient (face value if coefficient < 1)

* Like all euro area bonds, the bonds issued after 1 March 2013 have collective action clauses (CACs), which means that they are not fungible with bonds issued prior to this date.

MEDIUM- AND LONG-TERM DEBT (MATURING IN 2026 AND BEYOND) AT 30 JUNE 2022

| ISIN Code | Bond | Outstanding(€) | Ind. Coeff. | Face value(€) | Stripped(€) | CAC* |
|------------------------------------|-------------------------------|------------------------|-------------|----------------|----------------|------|
| Maturity 2026 | | 190,474,802,000 | | | | |
| FR0013508470 | OAT 0.00% 25 February 2026 | 45,590,000,000 | | | 0 | x |
| FR0013519253 | OAT€i 0.10% 1 March 2026 | 12,989,802,000 (1) | 1.09158 | 11,900,000,000 | 0 | x |
| FR0010916924 | OAT 3.50% 25 April 2026 | 44,202,000,000 | | | 0 | |
| FR0013131877 | OAT 0.50% 25 May 2026 | 48,166,000,000 | | | 0 | x |
| FR0013200813 | OAT 0.25% 25 November 2026 | 39,527,000,000 | | | 0 | x |
| Maturity 2027 | | 158,622,512,400 | | | | |
| FR0014003513 | OAT 0.00% 25 February 2027 | 38,747,000,000 | | | 0 | x |
| FR0013250560 | OAT 1.00% 25 May 2027 | 38,814,000,000 | | | 0 | x |
| FR0011008705 | OAT€i 1.85% 25 July 2027 | 26,962,512,400 (1) | 1.22440 | 22,021,000,000 | 0 | |
| FR0011317783 | OAT 2.75% 25 October 2027 | 54,099,000,000 | | | 66,743,600 | |
| Maturity 2028 | | 132,891,984,551 | | | | |
| FR001400AIN5 | OAT 0.75% 25 February 2028 | 10,323,000,000 | | | 0 | x |
| FR0013238268 | OATi 0.10% 1 March 2028 | 15,250,802,400 (1) | 1.10130 | 13,848,000,000 | 0 | x |
| FR0000571226 | OAT zero coupon 28 March 2028 | 33,182,151 (2) | | 46,232,603 | – | |
| FR0013286192 | OAT 0.75% 25 May 2028 | 52,627,000,000 | | | 0 | x |
| FR0013341682 | OAT 0.75% 25 November 2028 | 54,658,000,000 | | | 0 | x |
| Maturity 2029 | | 158,251,786,643 | | | | |
| FR0013410552 | OAT€i 0.10% 1 March 2029 | 10,910,254,860 (1) | 1.10238 | 9,897,000,000 | 0 | x |
| FR0000571218 | OAT 5.50% 25 April 2029 | 39,618,880,458 | | | 2,414,946,100 | |
| FR0013407236 | OAT 0.50% 25 May 2029 | 52,350,000,000 | | | 0 | x |
| FR0000186413 | OATi 3.40% 25 July 2029 | 12,672,651,325 (1) | 1.37969 | 9,185,144,000 | 0 | |
| FR0013451507 | OAT 0.00% 25 November 2029 | 42,700,000,000 | | | 0 | x |
| Maturity 2030 | | 129,146,985,920 | | | | |
| FR0011883966 | OAT 2.50% 25 May 2030 | 57,749,000,000 | | | 0 | x |
| FR0011982776 | OAT€i 0.70% 25 July 2030 | 19,791,985,920 (1) | 1.14856 | 17,232,000,000 | 0 | x |
| FR0013516549 | OAT 0.00% 25 November 2030 | 51,606,000,000 | | | 0 | x |
| Maturity 2031 | | 109,163,232,160 | | | | |
| FR0012993103 | OAT 1.50% 25 May 2031 | 53,267,000,000 | | | 54,900,000 | x |
| FR0014001N38 | OAT€i 0.10% 25 July 2031 | 10,000,232,160 (1) | 1.09328 | 9,147,000,000 | 0 | x |
| FR0014002WK3 | OAT 0.00% 25 November 2031 | 45,896,000,000 | | | 0 | x |
| Maturity 2032 | | 91,311,421,290 | | | | |
| FR0014003N51 | OATi 0.10% 1 March 2032 | 4,937,669,250 (1) | 1.05845 | 4,665,000,000 | 0 | x |
| FR0014007L00 | OAT 0.00% 25 May 2032 | 35,865,000,000 | | | 0 | x |
| FR0000188799 | OAT€i 3.15% 25 July 2032 | 15,316,429,440 (1) | 1.41609 | 10,816,000,000 | 0 | |
| FR0000187635 | OAT 5.75% 25 October 2032 | 35,192,322,600 | | | 10,703,657,400 | |
| Maturity in 2033 and beyond | | 512,410,437,370 | | | | |
| FR0013313582 | OAT 1.25% 25 May 2034 | 38,746,000,000 | | | 0 | x |
| FR0010070060 | OAT 4.75% 25 April 2035 | 29,004,000,000 | | | 2,676,237,000 | |
| FR0013524014 | OATi 0.10% 1 March 2036 | 6,498,097,800 (1) | 1.05540 | 6,157,000,000 | 0 | x |
| FR0013154044 | OAT 1.25% 25 May 2036 | 44,411,000,000 | | | 0 | x |
| FR0013327491 | OAT€i 0.10% 25 July 2036 | 11,562,909,200 (1) | 1.12655 | 10,264,000,000 | 0 | x |
| FR0014009062 | OAT 1.25% 25 May 2038 | 3,466,000,000 | | | 0 | x |
| FR001400AQH0 | OAT€i 0.10% 25 July 2038 | 4,293,760,000 (1) | 1.07344 | 4,000,000,000 | 0 | x |
| FR0010371401 | OAT 4.00% 25 October 2038 | 26,534,000,000 | | | 4,652,641,400 | |
| FR0013234333 | OAT 1.75% 25 June 2039 | 30,941,000,000 | | | 0 | x |
| FR0013515806 | OAT 0.50% 25 May 2040 | 24,600,000,000 | | | 0 | x |
| FR0010447367 | OAT€i 1.80% 25 July 2040 | 16,959,615,750 (1) | 1.31175 | 12,929,000,000 | 0 | |
| FR0010773192 | OAT 4.50% 25 April 2041 | 38,446,000,000 | | | 4,535,499,000 | |
| FR0014002JM6 | OAT 0.50% 25 June 2044 | 14,186,000,000 | | | 0 | x |
| FR0011461037 | OAT 3.25% 25 May 2045 | 29,702,000,000 | | | 747,510,000 | x |
| FR0013209871 | OAT€i 0.10% 25 July 2047 | 14,631,048,860 (1) | 1.14314 | 12,799,000,000 | 0 | x |
| FR0013257524 | OAT 2.00% 25 May 2048 | 28,759,000,000 | | | 669,300,000 | x |
| FR0013404969 | OAT 1.50% 25 May 2050 | 33,195,000,000 | | | 206,900,000 | x |
| FR0013480613 | OAT 0.75% 25 May 2052 | 32,326,000,000 | | | 699,100,000 | x |
| FR0014004J31 | OAT 0.75% 25 May 2053 | 19,293,000,000 | | | 183,000,000 | x |
| FR0014008181 | OAT€i 0.10% 25 July 2053 | 3,815,005,760 (1) | 1.07344 | 3,554,000,000 | 0 | x |
| FR0010171975 | OAT 4.00% 25 April 2055 | 20,118,000,000 | | | 10,850,818,000 | |
| FR0010870956 | OAT 4.00% 25 April 2060 | 16,696,000,000 | | | 8,786,204,100 | |
| FR0013154028 | OAT 1.75% 25 May 2066 | 14,075,000,000 | | | 1,188,400,000 | x |
| FR0014001NN8 | OAT 0.50% 25 May 2072 | 10,152,000,000 | | | 91,200,000 | x |

(1) Face value x indexation coefficient (face value if coefficient < 1)

(2) Revised on 28 March 2021; not open to subscription

* Like all euro area bonds, the bonds issued after 1 March 2013 have collective action clauses (CACs), which means that they are not fungible with bonds issued prior to this date.

MOST RECENT ECONOMIC INDICATORS

| | | |
|--|----------|--------------|
| Industrial output, year-on-year | -0.4% | May. 2022 |
| Household consumption*, year-on-year | -5.0% | Jun. 2022 |
| Unemployment rate (ILO) | 7.3% | Q1-2022 |
| Consumer prices, year-on-year | | |
| • all items | 5.8% | Jun. 2022 |
| • all items excluding tobacco | 6.0% | Jun. 2022 |
| Trade balance, fob-fob, sa (€bn) | -€13.0bn | May. 2022 |
| " " | -€12.7bn | Apr. 2022 |
| Current account balance, sa (€bn) | -€3.9bn | May. 2022 |
| " " | -€2.7bn | Apr. 2022 |
| 10-year constant maturity rate (TEC10) | 1.40% | 29 Jul. 2022 |
| 3-month interest rate (Euribor) | 0.27% | 29 Jul. 2022 |
| EUR / USD | 1.02 | 29 Jul. 2022 |
| EUR / JPY | 135.93 | 29 Jul. 2022 |

* manufactured products

Sources: Insee, MEFSIN, Banque de France

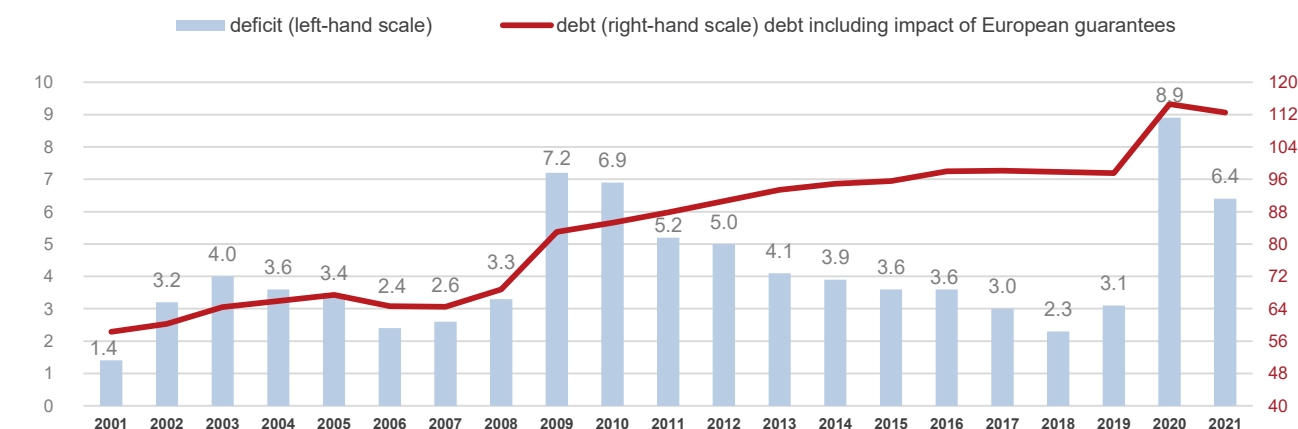
MONTHLY GOVERNMENT BUDGET POSITION

| IN € BILLION | | | end of May level | | |
|--------------------------------------|---------|---------|------------------|---------|--------|
| | 2020 | 2021 | 2020 | 2021 | 2022 |
| General budget balance | -172.68 | -171.52 | -90.35 | -100.94 | -62.92 |
| Revenue | 282.69 | 324.95 | 99.56 | 110.98 | 135.58 |
| Expenditure | 455.37 | 496.47 | 189.91 | 211.92 | 198.50 |
| Balance of special Treasury accounts | -5.42 | 0.79 | -27.50 | -17.85 | -19.35 |
| General budget outturn | -178.07 | -170.73 | -117.85 | -118.79 | -82.27 |

Source: Ministry of the Economy, Finance and Industrial and Digital Sovereignty

PUBLIC FINANCES: DEFICIT AND DEBT

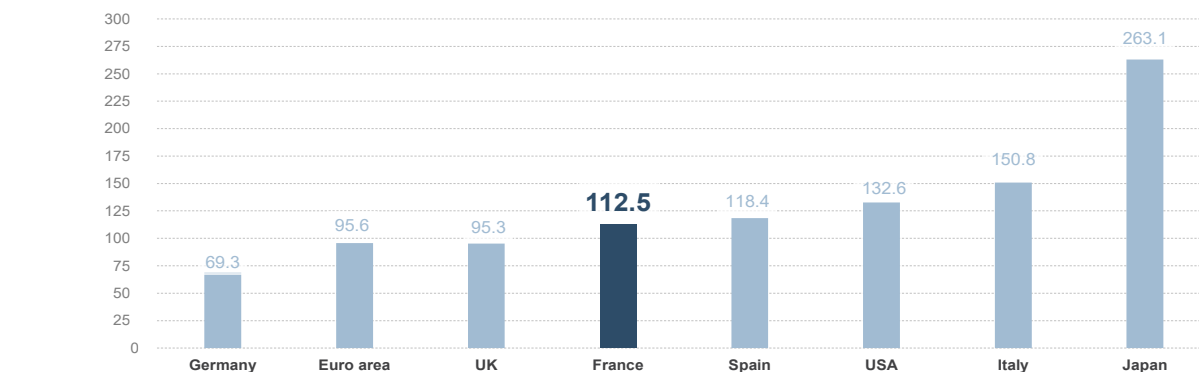
AS % OF GDP



Source: Insee

GENERAL GOVERNMENT DEBT IN 2021

AS % OF GDP



Sources: Eurostat, IMF, Insee

AUGUST 2022 

| | | | | | |
|---|---|---|--|---|--|
| 5 Balance of payments in June | 5 Flash estimate of payroll employment Q2 | 5 Foreign trade by value in June | 5 Industrial production: June index | 12 Net international reserves in July | 12 ILO unemployment rate Q2 |
| 12 Consumer prices: July index (final) | 18 Inflation (HICP): July index (final) | 25 Monthly business survey (goods-producing industries) in August | 26 Consumer confidence survey: August survey | 31 Quarterly national accounts: final estimate Q2 | 31 Consumer prices: August index (preliminary results) |
| 31 Household consumption expenditure on goods in July | 31 Inflation (HICP): August index (preliminary results) | 31 Industrial producer and import price in July | | | |

SEPTEMBER 2022 

| | | | | | |
|---|--|--|---|---|---|
| 8 Balance of payments in July | 8 Payroll employment Q2 | 8 Foreign trade by value in July | 9 Industrial production: July index | 15 Net international reserves in August | 15 Consumer prices: August index (final) |
| 16 Inflation (HICP): August index (final) | 22 Monthly business survey (goods-producing industries) in September | 23 Debt of the general government according to Maastricht definition | 28 Consumer confidence survey: September survey | 30 Household consumption expenditure on goods in August | 30 Industrial producer and import price in August |
| 30 Consumer prices: September index (preliminary results) | 30 Inflation (HICP): September index (preliminary results) | | | | |

Sources: Insee, Eurostat

Publication director: Cyril Rousseau

Editor: Agence France Trésor

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