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AUGUST 2012

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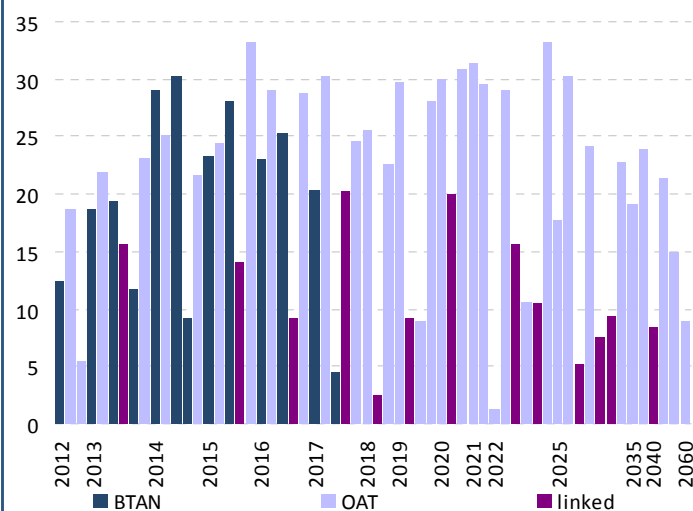


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Editor: Agence France Trésor
Available in French and English

DEBT GENERAL DATA

French government long- and medium-term negotiable debt on July 31, 2012

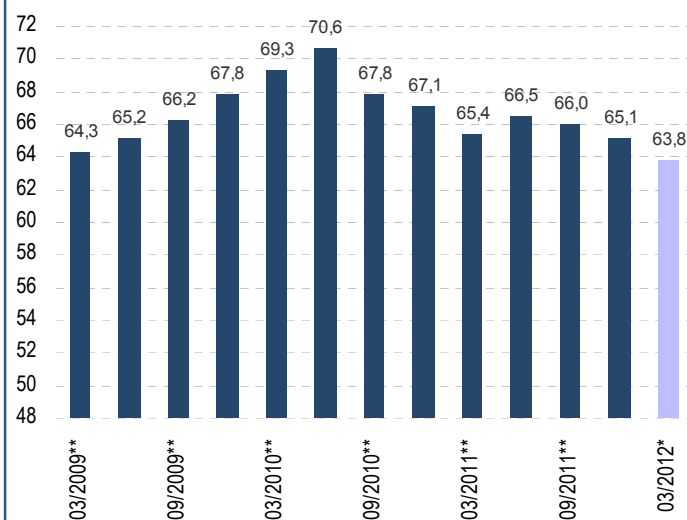
nominal value of each line, €bn



Source: Agence France Trésor

Non-resident holdings of French government negotiable debt securities

as a % of negotiable debt outstanding



(*) figures revised quarterly (**) figures revised annually
Source: Banque de France

Auction indicative calendar

		BTF				BTAN / index linked OAT	OAT
Sept. 2012	auction date	3	10	17	24	20	6
	settlement date	6	13	20	27	25	11
Oct. 2012	auction date	1	8	15	22	29	18
	settlement date	4	11	18	25	31	23

Source: Agence France Trésor

Short-term yields fall to record-breaking lows

Yields on French Treasury securities started to fall at the beginning of 2012, as investors sought defensive investments in the midst of market turmoil. The decline continued through the beginning of the second half of the year and was amplified by the ECB's monetary policy response to the market environment and the overall macroeconomic situation. The yields took on a new dimension in July, when they became negative at the short end of the yield curve.

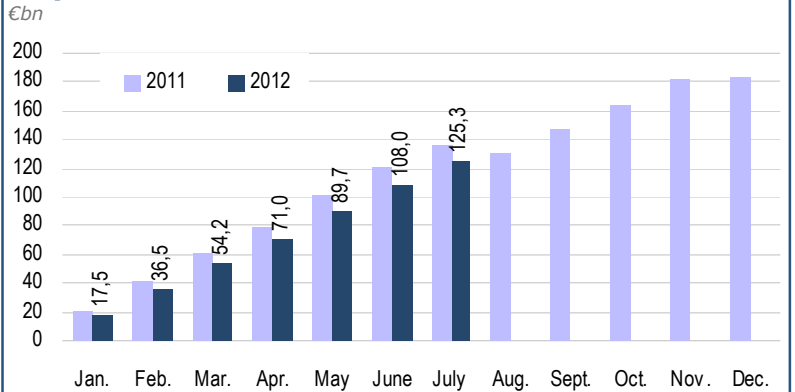
Already close to zero per cent., yields became slightly negative for 3 and 6-month maturities (at -0.005% and -0.006% respectively) for the first time in history at the auction held on Monday, 9 July 2012. The following week, on Monday, 16 July, 3-month and 6-month yields went even lower, to -0.015% and -0.011% respectively, and the 12-month yield also dipped below zero (-0.002%). On 26 July, yields on 3-month BTFs were still negative (at -0.02%). The same pattern was also observed on the real yield curve, when the OATi 2019 was auctioned on 19 July at a real yield of -0.17% (net of inflation). This development was a first for a long-term security linked to French inflation.

The pattern of negative yields already seen in some of the other "core" countries of the euro area is easy to explain in technical terms. When the ECB's cut the interest rate on its deposit facility by 25 percentage points to zero on 5 July 2012, it effectively stopped banks from earning interest on the excess liquidity in the banking system and increased the opportunity cost of holding liquidity for economic agents. This meant that many investors opted for safe securities with short maturities, even at low yields, rather than hanging on to cash, which exposes them to the banking sector and does not produce any return. The fact that yields have "gone negative" may also be explained by the behaviour of market participants at auctions, the investment restrictions applying to certain investors and investment opportunities in foreign currencies that are then swapped for euros.

Under these circumstances, some of these pockets of liquidity have been invested in Treasury securities from countries deemed to be safer (Germany, Finland, Netherlands, Austria, France, EFSF, Belgium), leading to a sharp drop in yields for these issuers, along with a major flattening of the yield curve. Short-term yields, which were already very low, have fallen less markedly than medium-term and long-term yields. This results in short-term yields that are zero or even slightly negative for maturities up to 6 months in Belgium, 2 years in Germany and 1 year in France. However, all of the negative yields seen, with the exception of those in Germany, are only very slightly negative (-0.5 basis points to -2 basis points) and transactions involving negative yields on the secondary market are still relatively rare.

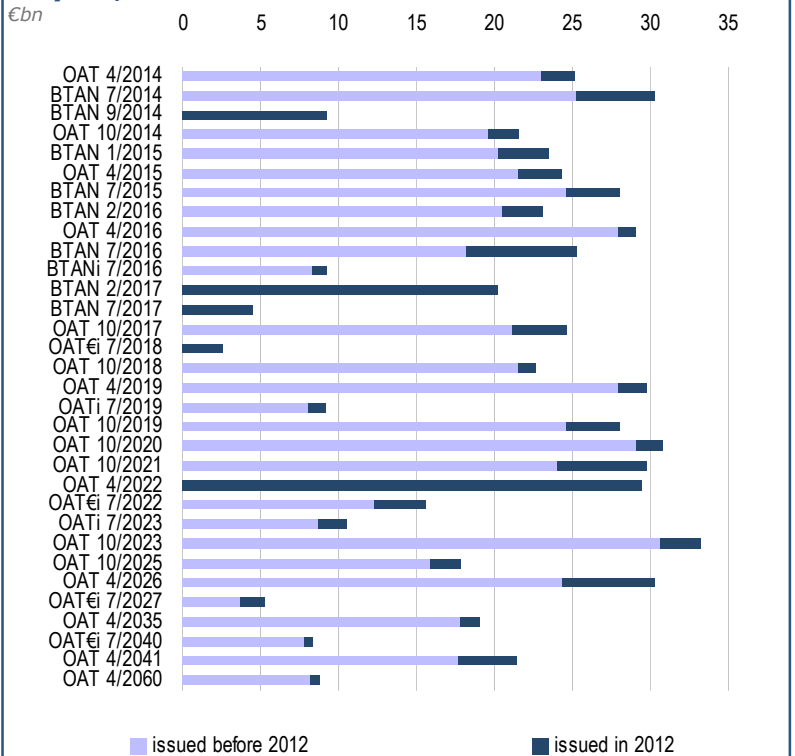
PRIMARY MARKET

Long- and medium-term financing over the year on July 31, 2012



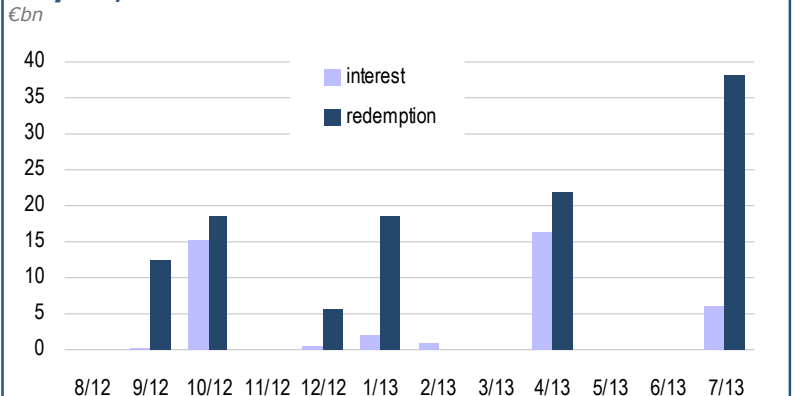
Source: Agence France Trésor

OATs and BTANs issues and cumulative total on July 31, 2012



Source: Agence France Trésor

OATs and BTANs: indicative repayment schedule on July 31, 2012



Source: Agence France Trésor

OAT and BTAN auctions – July 2012

€m

	OAT 7 years 10/25/2019 3,75%	OAT 10 years 4/25/2022 3,00%	OAT 11 years 10/25/2023 4,25%	BTAN 3 years 1/15/2015 2,50%	BTAN 4 years 7/25/2016 2,50%	BTAN 5 years 7/25/2017 1,00%	OATi 7 years 7/25/2019 1,30%	OATéi 10 years 7/25/2022 1,10%	OATéi 30 years 7/25/2040 1,80%
Auction date	7/5/2012	7/5/2012	7/5/2012	7/19/2012	7/19/2012	7/19/2012	7/19/2012	7/19/2012	7/19/2012
Settlement date	7/10/2012	7/10/2012	7/10/2012	7/24/2012	7/24/2012	7/24/2012	7/24/2012	7/24/2012	7/24/2012
Amount announced	<7,000 --- 8,000>			<8,000 --- 9,000>			<1,000 --- 1,500>		
Bid amount	6,350	8,991	3,580	5,455	5,665	8,470	1,565	1,620	655
Amount served	1 750	4,671	1,405	1,810	2,648	4 500	400	615	235
NCTs after auction	125	1086	336						
Total issued amount	1 875	5,757	1,741	1,810	2,648	4,500	400	615	235
Bid-to-cover ratio	3.63	1.92	2.55	3.01	2.14	1.88	3.91	2.63	2.79
Weighted average price	111.60%	103.99%	114.95%	105.90%	107.78%	100.68%	110.33%	107.34%	123.65%
Yield to maturity	2.02%	2.53%	2.70%	0.12%	0.53%	0.86%	-0.17%	0.35%	0.85%
Indexation coefficient*	-	-	-	-	-	-	1.05594	1.06791	1.12747

* as of the settlement date

Source: Agence France Trésor

BTF auctions – July 2012

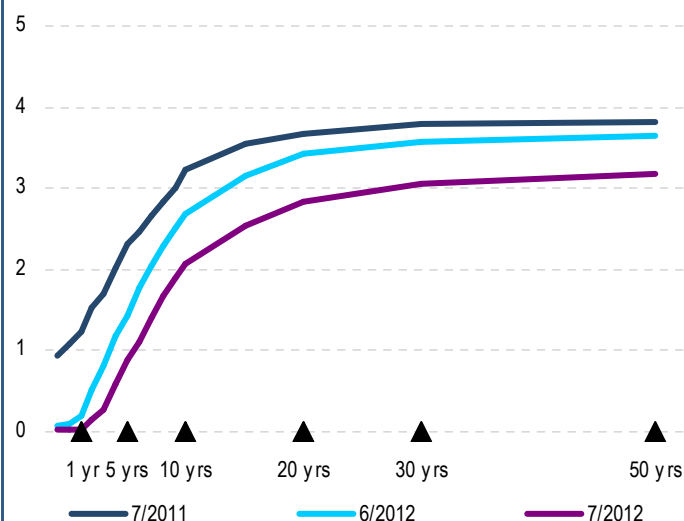
€m

	BTF 1 month	BTF 3 month	BTF 6 month	BTF 12 month
Auction date		7/2/2012	7/2/2012	7/2/2012
Issue		12 weeks	25 weeks	51 weeks
Settlement date		7/5/2012	7/5/2012	7/5/2012
Maturity		9/27/2012	12/27/2012	6/27/2013
Amount served		4,497	1,996	1,796
NCTs after auction		168	90	0
Total issued amount		4,665	2,086	1,796
Weighted average rate		0.048%	0.096%	0.163%
Auction date		7/9/2012	7/9/2012	7/9/2012
Issue		13 weeks	24 weeks	50 weeks
Settlement date		7/12/2012	7/12/2012	7/12/2012
Maturity		10/11/2012	12/27/2012	6/27/2013
Amount served		3,917	1,993	1,793
NCTs after auction		193	128	185
Total issued amount		4,110	2,121	1,978
Weighted average rate		-0.005%	-0.006%	0.013%
Auction date		7/16/2012	7/16/2012	7/16/2012
Issue		12 weeks	23 weeks	49 weeks
Settlement date		7/19/2012	7/19/2012	7/19/2012
Maturity		10/11/2012	12/27/2012	6/27/2013
Amount served		4,001	1,797	1,802
NCTs after auction		0	0	0
Total issued amount		4,001	1,797	1,802
Weighted average rate		-0.015%	-0.011%	-0.002%
Auction date		7/23/2012	7/23/2012	7/23/2012
Issue		13 weeks	22 weeks	52 weeks
Settlement date		7/26/2012	7/26/2012	7/26/2012
Maturity		10/25/2012	12/27/2012	7/25/2013
Amount served		3,993	1,490	1,992
NCTs after auction		0	13	94
Total issued amount		3,993	1,503	2,086
Weighted average rate		-0.020%	0.002%	0.018%
Auction date		7/30/2012	7/30/2012	7/30/2012
Issue		12 weeks	25 weeks	51 weeks
Settlement date		8/2/2012	8/2/2012	8/2/2012
Maturity		10/25/2012	1/24/2013	7/25/2013
Amount served		3,796	1,993	1,494
NCTs after auction		137	15	22
Total issued amount		3,933	2,008	1,516
Weighted average rate		-0.010%	-0.004%	-0.008%

Source: Agence France Trésor

French government yield curve

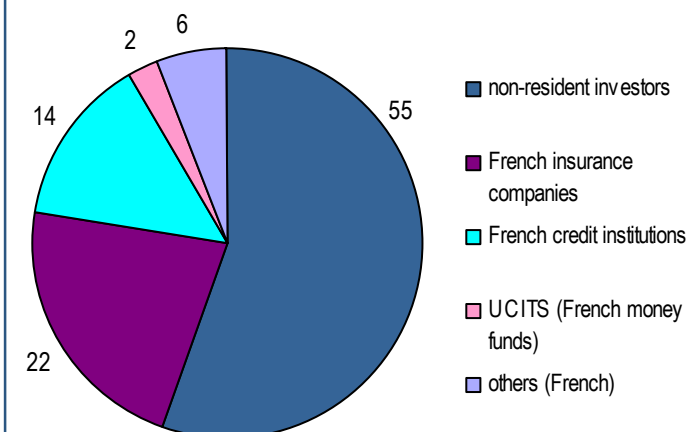
quote at end of the month, in %



Source: Bloomberg

OAT ownership by type of holder: First quarter 2012

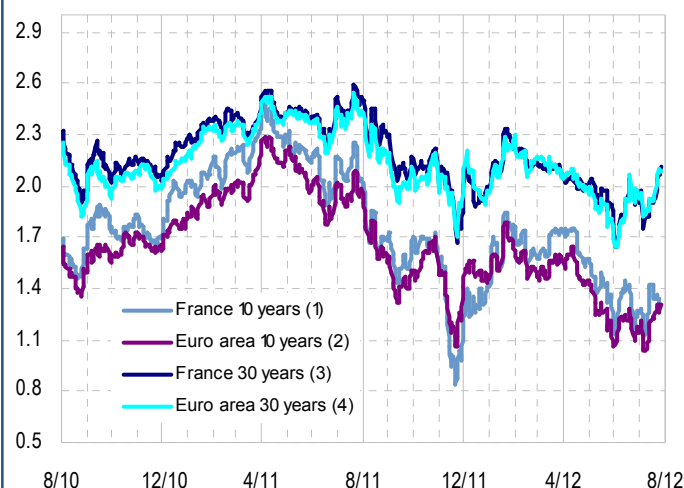
structure in %



Source: Banque de France

Breakeven inflation

daily quotes in %



Source: Bloomberg

(1) difference between the yield of the OAT 3.75% April 2017 and the yield of the OATi 1% August 2017

(2) difference between the yield of the OAT 4.25% April 2019 and the yield of the OATeI 2.25% August 2020

(3) difference between the yield of the OAT 5.5% April 2029 and the yield of the OATi 3.4% August 2029

(4) difference between the yield of the OAT 5.75% October 2032 and the yield of the OATeI 3.15% August 2032

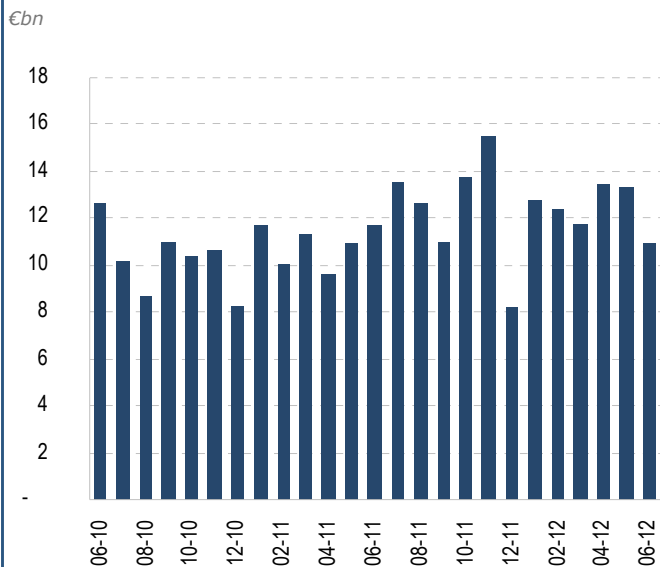
Negotiable government debt and swaps

€bn

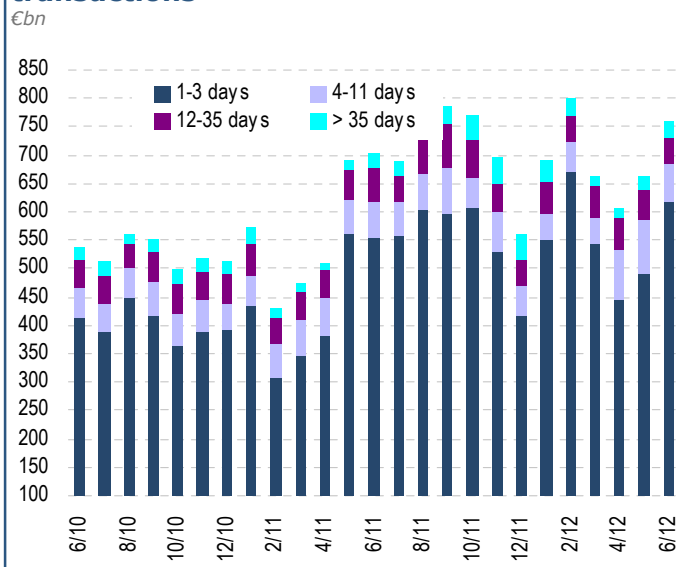
	end 2005	end 2006	end 2007	end 2008	end 2009	end 2010	end 2011	end of June 2012	end of July 2012
Negotiable government debt outstanding	877	877	921	1,017	1,148	1,229	1,313	1,395	1,387
of which index-linked securities	90	110	132	152	148	159	166	177	167
OAT	593	610	641	681	719	816	888	939	938
BTAN	189	200	202	198	215	226	247	273	265
BTF	95	66	78	138	214	187	178	183	184
Swaps outstanding	52	44	42	28	20	16	13	13	11
Average maturity of the negotiable debt									
before swaps	6 years 267 days	7 years 45 days	7 years 51 days	6 years 292 days	6 years 246 days	7 years 68 days	7 years 57 days	7 years 7 days	7 years 31 days
after swaps	6 years 228 days	7 years 16 days	7 years 29 days	6 years 276 days	6 years 233 days	7 years 60 days	7 years 52 days	7 years 4 days	7 years 28 days

Source: Agence France Trésor

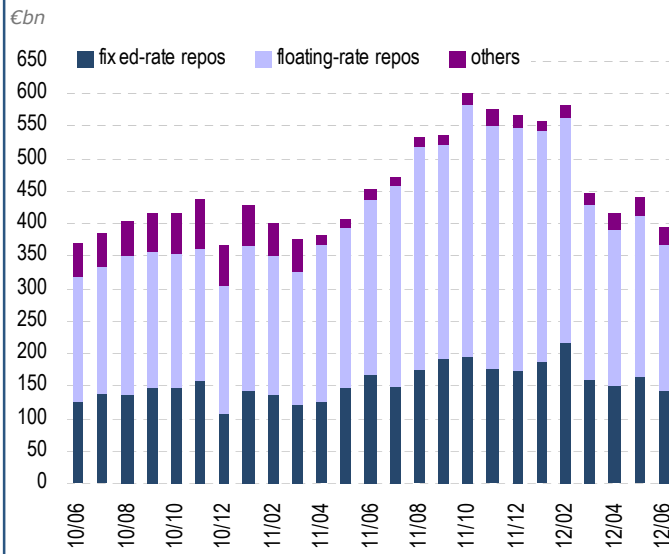
Average daily turnover on OATs and BTANs



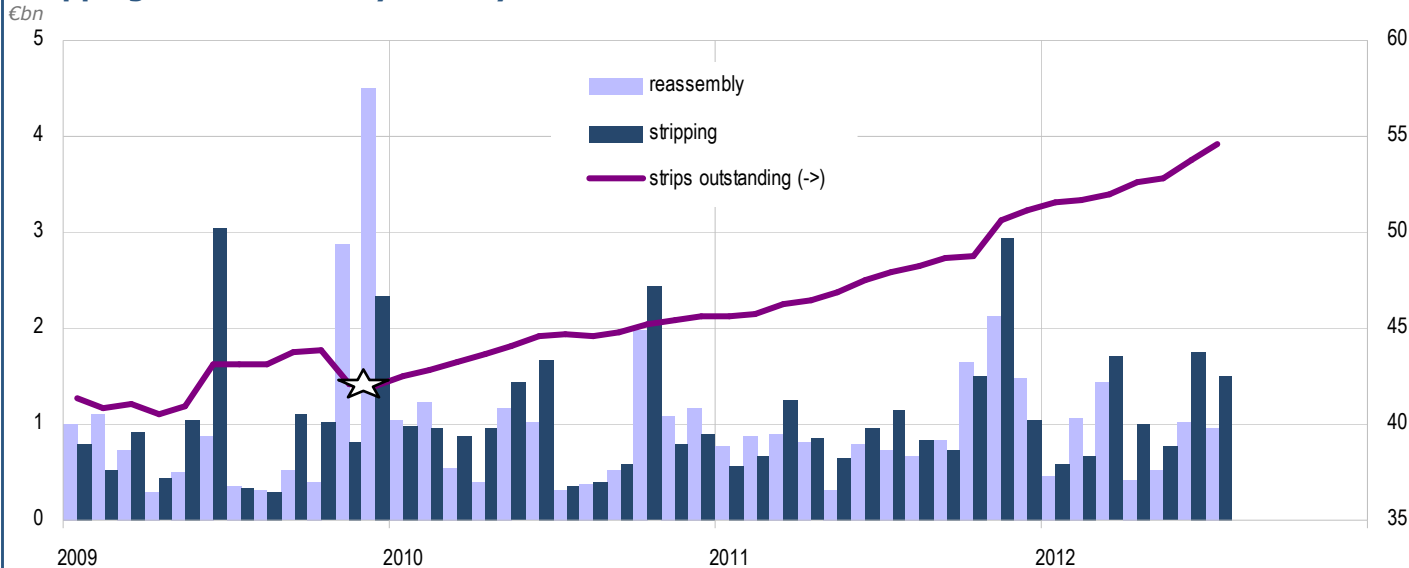
Primary dealers, monthly fixed-rate repo transactions



Primary dealers, repo outstanding at end of month



Stripping and reassembly activity



* New rules since November 09 / See tab on page 10 and 11 for more details on stripped bonds
 Source: Euroclear France

Macro-economic forecast

Real growth rate as a %

	2011	2012	2013
French GDP	1.7	0.3	1.2
Household consumption	0.3	0.2	0.7
Business investment	5.1	-0.3	2.5
Exports	5.3	2.9	4.8
Imports	4.9	0.7	3.9
Consumer prices (on an annual average basis)	2.1	1.9	1.6

Source: French government forecast budget policy debate (July 12)

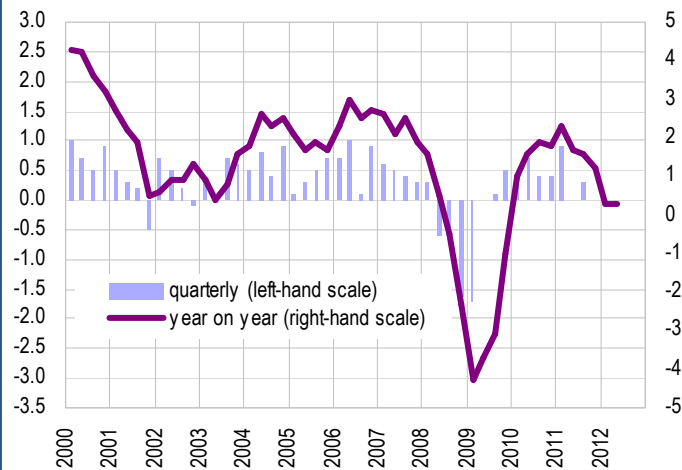
Recent economic indicators

Industrial output*, year-on-year	-1.9%	6/2012
Household consumption, year-on-year	0.3%	6/2012
Unemployment rate (ILO)	10.0%	3/2012
Consumer prices, year-on-year		
all items	1.9%	7/2012
all items excluding tobacco	1.9%	7/2012
Trade balance, fob-fob, sa (€bn)	-6.0	6/2012
" "	-5.5	5/2012
Current account balance, sa (€bn)	-4.9	6/2012
" "	-4.0	5/2012
10-year constant maturity rate (TEC10)	2.18%	07/31/2012
3-month interest rate (Euribor)	0.389%	07/31/2012
EUR / USD	1.2284	07/31/2012
EUR / JPY	96.03	07/31/2012

*manufactured goods / Sources: Insee, Ministry of the Economy and Finance, Banque de France

Gross domestic product at chain-linked previous year prices

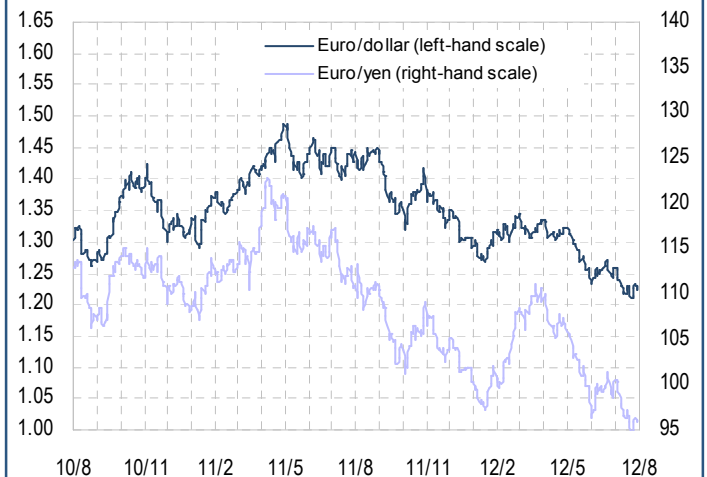
Variation in %



Source: Insee, quarterly national accounts

Euro exchange rate

Daily quotes



Source: European Central Bank

Government budget monthly position

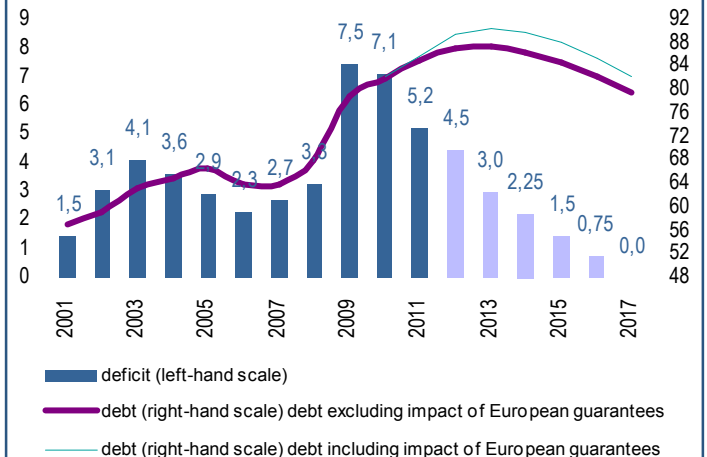
€bn

	2010	2011	end of June level		
			2010	2011	2012
General budget balance	-150.80	-90.09	-47.35	-39.50	-39.90
revenue	274.89	275.23	141.66	139.57	145.32
expenditure	425.69	365.32	189.00	179.07	185.22
Balance of special Treasury accounts	2.00	-0.63	-14.33	-21.85	-16.78
General budget outturn	-148.80	-90.72	-61.67	-61.35	-56.68

Source: Ministry of the Economy and Finance

Public finance: general government deficit and debt

As a % of GDP



Sources: French government forecast budget policy debate (July 12), deficit according to Maastricht Treaty

Timetable for the release of French economic indicators

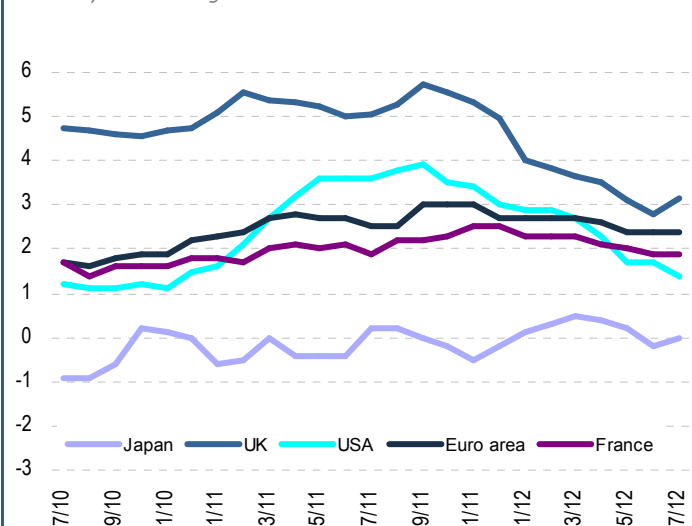
September 2012	October 2012
09/11 Payroll employment: final results Q2-2012	10/05 Eurozone economic outlook - 4th Quarter 2012
09/10 Industrial output in July	10/09 Foreign trade in August
09/12 Balance of payments in July	10/10 Industrial output in August
09/12 Consumer prices: index for August	10/11 Consumer prices: index for September
09/14 Inflation (HICP): August index	10/12 Balance of payments in August
09/25 Industrial trends: monthly survey for September	10/16 Inflation (HICP): September index
09/28 Quarterly national accounts: final results Q2-2012	10/23 Industrial trends: monthly survey for October
09/26 Job seekers in August	10/24 Job seekers in September
09/28 Household consumption of manufactured goods in July/August	10/26 Household confidence survey: October survey
09/06 Job seekers Q2-2012 (BIT)	10/30 New building starts in September
09/28 General government debt Q2-2012	10/31 Household consumption of manufactured goods in September
09/25 New building starts in August	

Sources: Insee, Eurostat

INTERNATIONAL COMPARISONS

Consumer price index

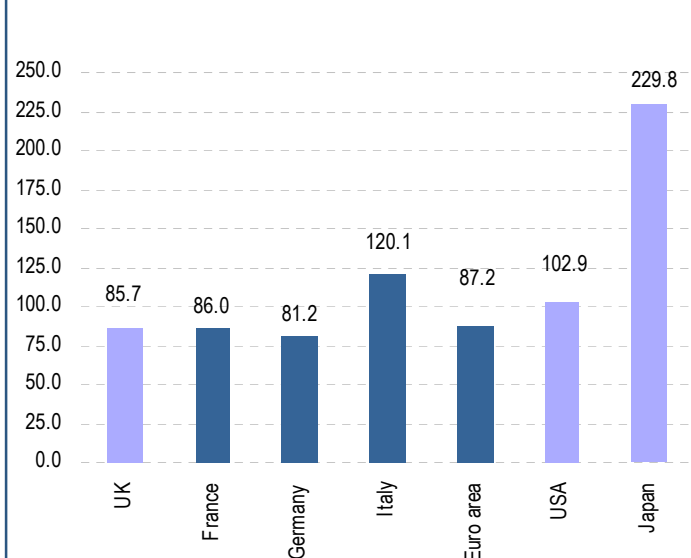
Year-on-year % change



Source: statistical institutes

General government debt in 2011

As a % of GDP



Sources: Eurostat (04/12), Insee (05/12), IMF(04/12)

FRENCH GOVERNMENT NEGOTIABLE DEBT OUTSTANDING

Treasury notes at July 31, 2012

In euros

ISIN CODE <i>Euroclear France</i>	Bond	Outstanding	Indexation coefficient	Face value
Maturity 2012		12,402,000,000		
FR0118153370	BTAN 0.75% 20 September 2012	12,402,000,000		
Maturity 2013		49,612,000,000		
FR0113087466	BTAN 3.75% 12 January 2013	18,638,000,000		
FR0114683842	BTAN 4.5% 12 July 2013	19,270,000,000		
FR0119580019	BTAN 2% 25 September 2013	11,704,000,000		
Maturity 2014		68,592,000,000		
FR0116114978	BTAN 2.5% 12 January 2014	29,062,000,000		
FR0116843535	BTAN 3% 12 July 2014	30,269,000,000		
FR0120634490	BTAN 0.75% 25 September 2014	9,261,000,000		
Maturity 2015		51,472,000,000		
FR0117836652	BTAN 2.5% 15 January 2015	23,415,000,000		
FR0118462128	BTAN 2% 12 July 2015	28,057,000,000		
Maturity 2016		57,904,339,520		
FR0119105809	BTAN 2.25% 25 February 2016	23,056,000,000		
FR0119580050	BTAN 2.5% 25 July 2016	25,201,000,000		
FR0119105791	BTANi 0.45% 25 July 2016	9,647,339,520 (1)	1.03936	9,282,000,000
Maturity 2017		24,802,000,000		
FR0120473253	BTAN 1.75% 25 February 2017	20,302,000,000		
FR0120746609	BTAN 1% 25 July 2017	4,500,000,000		

Total Treasury notes	267,784,339,520
Average maturity of BTANs	2 years and 152 days

(1) Indexed bonds outstanding = face value x indexation coefficient

Fungible Treasury bonds at July 31, 2012

In euros

ISIN CODE Euroclear France	Bond	Outstanding	Indexation coefficient	Face value	Stripped
	Maturity 2012	24,151,820,263			
FR0000188690	OAT 4.75% 25 October 2012	18,716,122,924			0
FR0000570780	OAT 8.5% 26 December 2012	5,435,697,339			
	Maturity 2013	63,533,822,916			
FR0000188989	OAT 4% 25 April 2013	21,948,183,879			0
FR0000188955	OATi 2.5% 25 July 2013	18,484,881,358 (1)	1.18168	15,642,882,471	0
FR0010011130	OAT 4% 25 October 2013	23,100,757,679			0
	Maturity 2014	46,695,724,224			
FR0010061242	OAT 4% 25 April 2014	25,111,752,234			0
FR0010112052	OAT 4% 25 October 2014	21,583,971,990			0
	Maturity 2015	74,183,723,853			
FR0010163543	OAT 3.5% 25 April 2015	24,412,313,893			0
FR0010135525	OAT€i 1.6% 25 July 2015	16,535,409,960 (1)	1.17673	14,052,000,000	0
FR0010216481	OAT 3% 25 October 2015	33,236,000,000			0
	Maturity 2016	57,859,000,000			
FR0010288357	OAT 3.25% 25 April 2016	29,070,000,000			0
FR0000187361	OAT 5% 25 October 2016	28,789,000,000			556,263,600
	Maturity 2017	77,468,174,400			
FR0010415331	OAT 3.75% 25 April 2017	30,235,000,000			0
FR0010235176	OATi 1% 25 July 2017	22,657,174,400 (1)	1.12192	20,195,000,000	0
FR0010517417	OAT 4.25% 25 October 2017	24,576,000,000			0
	Maturity 2018	50,742,094,000			
FR0010604983	OAT 4% 25 April 2018	25,520,000,000			0
FR0011237643	OAT€i 0.25% 25 July 2018	2,579,094,000 (1)	1.02345	2,520,000,000	0
FR0010670737	OAT 4.25% 25 October 2018	22,643,000,000			0
	Maturity 2019	76,336,675,433			
FR0000189151	OAT 4.25% 25 April 2019	29,712,000,000			0
FR0010850032	OATi 1.3% 25 July 2019	9,679,666,080 (1)	1.05581	9,168,000,000	0
FR0000570921	OAT 8.5% 25 October 2019	8,844,392,893			5,610,300,100
FR0010776161	OAT 3.75% 25 October 2019	28,078,000,000			0
FR0000570954	OAT cap. 9.82% 31 December 2019	22,616,460 (2)		6,692,154	
	Maturity 2020	84,603,178,500			
FR0010854182	OAT 3.5% 25 April 2020	29,871,000,000			0
FR0010050559	OAT€i 2.25% 25 July 2020	23,987,178,500 (1)	1.20086	19,975,000,000	0
FR0010949651	OAT 2.5% 25 October 2020	30,745,000,000			0
	Maturity 2021	61,083,000,000			
FR0010192997	OAT 3.75% 25 April 2021	31,402,000,000			78,566,800
FR0011059088	OAT 3.25% 25 October 2021	29,681,000,000			0
	Maturity 2022	47,092,974,130			
FR0000571044	OAT 8.25% 25 April 2022	1,243,939,990			715,468,400
FR0011196856	OAT 3% 25 April 2022	29,155,000,000			0
FR0010899765	OAT€i 1.1% 25 July 2022	16,694,034,140 (1)	1.06753	15,638,000,000	0
	Maturity 2023	55,224,647,823			
FR0000571085	OAT 8.5% 25 April 2023	10,606,195,903			6,452,925,000
FR0010585901	OATi 2.1% 25 July 2023	11,389,451,920 (1)	1.08761	10,472,000,000	0
FR0010466938	OAT 4.25% 25 October 2023	33,229,000,000			343,952,000

- (1) Indexed bonds outstanding = face value x indexation coefficient
 (2) Including coupons capitalized at 31/12/2010; not open to subscription
 (3) Revised updated on 28/03/2010; not open to subscription

OATi: OAT indexed on the French consumer prices index (excluding tobacco)
 OAT€i: OAT indexed on the eurozone harmonized index of consumer prices (excluding tobacco)

Fungible Treasury bonds at July 31, 2012

In euros

ISIN CODE Euroclear France	Bond	Outstanding	Indexation coefficient	Face value	Stripped
	Maturity 2025	17,780,928,118			
FR0000571150	OAT 6% 25 October 2025	17,780,928,118			3,078,326,900
	Maturity 2026	30,306,000,000			
FR0010916924	OAT 3.5% 25 April 2026	30,306,000,000			366,550,000
	Maturity 2027	5,521,000,960			
FR0011008705	OAT€i 1.85% 25 July 2027	5,521,000,960 (1)	1.05202	5,248,000,000	0
	Maturity 2028	19,091,126			
FR0000571226	OAT zero coupon 28 March 2028	19,091,126 (3)		46,232,603	
	Maturity 2029	33,504,404,881			
FR0000571218	OAT 5.5% 25 April 2029	24,265,880,458			4,144,409,500
FR0000186413	OATi 3.4% 25 July 2029	9,238,524,423 (1)	1.23988	7,451,144,000	0
	Maturity 2032	34,130,772,280			
FR0000188799	OAT€i 3.15% 25 July 2032	11,399,449,680 (1)	1.21672	9,369,000,000	0
FR0000187635	OAT 5.75% 25 October 2032	22,731,322,600			11,081,799,000
	Maturity 2035	19,089,000,000			
FR0010070060	OAT 4.75% 25 April 2035	19,089,000,000			4,470,886,000
	Maturity 2038	23,889,000,000			
FR0010371401	OAT 4% 25 October 2038	23,889,000,000			4,544,350,000
	Maturity 2040	9,438,084,180			
FR0010447367	OAT€i 1.8% 25 July 2040	9,438,084,180 (1)	1.12707	8,374,000,000	0
	Maturity 2041	21,357,000,000			
FR0010773192	OAT 4.5% 25 April 2041	21,357,000,000			5,002,500,000
	Maturity 2055	14,926,000,000			
FR0010171975	OAT 4% 25 April 2055	14,926,000,000			5,829,167,000
	Maturity 2060	8,852,000,000			
FR0010870956	OAT 4% 25 April 2060	8,852,000,000			2,314,100,000

Total fungible Treasury bonds	937,788,117,087
Stripped outstanding	54,589,564,300
As a % of strippable bonds	6 %
Average maturity	9 years and 267 days

- (1) Indexed bonds outstanding = face value x indexation coefficient
 (2) Including coupons capitalized at 31/12/2010; not open to subscription
 (3) Revised updated on 28/03/2010; not open to subscription

OATi: OAT indexed on the French consumer prices index (excluding tobacco)
 OAT€i: OAT indexed on the eurozone harmonized index of consumer prices (excluding tobacco)

Treasury bills at July 31, 2012

In euros

	Maturity	Outstanding
BTF	2 August 2012	8,190,000,000
BTF	9 August 2012	7,449,000,000
BTF	16 August 2012	8,442,000,000
BTF	23 August 2012	6,545,000,000
BTF	30 August 2012	8,058,000,000
BTF	6 September 2012	7,224,000,000
BTF	13 September 2012	9,389,000,000
BTF	20 September 2012	7,098,000,000
BTF	27 September 2012	9,360,000,000
BTF	4 October 2012	7,488,000,000
BTF	11 October 2012	8,111,000,000
BTF	18 October 2012	7,202,000,000
BTF	25 October 2012	3,993,000,000
BTF	31 October 2012	7,224,000,000
BTF	15 November 2012	6,877,000,000
BTF	29 November 2012	7,027,000,000
BTF	27 December 2012	7,507,000,000
BTF	10 January 2013	7,341,000,000
BTF	7 February 2013	8,298,000,000
BTF	7 March 2013	7,758,000,000
BTF	4 April 2013	8,182,000,000
BTF	2 May 2013	8,397,000,000
BTF	30 May 2013	7,403,000,000
BTF	27 June 2013	7,772,000,000
BTF	25 July 2013	2,086,000,000

Total Treasury bills	184,421,000,000
Average maturity of BTFs	119 days

Securities held in reserve by Caisse de la dette publique at July 31, 2012

Void

French government negotiable debt at July 31, 2012

In euros

Total outstanding	1,386,993,456,607
Average maturity	7 years and 31 days