

## Deposit trends at Irish Covered Banks

June 2012 data set

July 2012



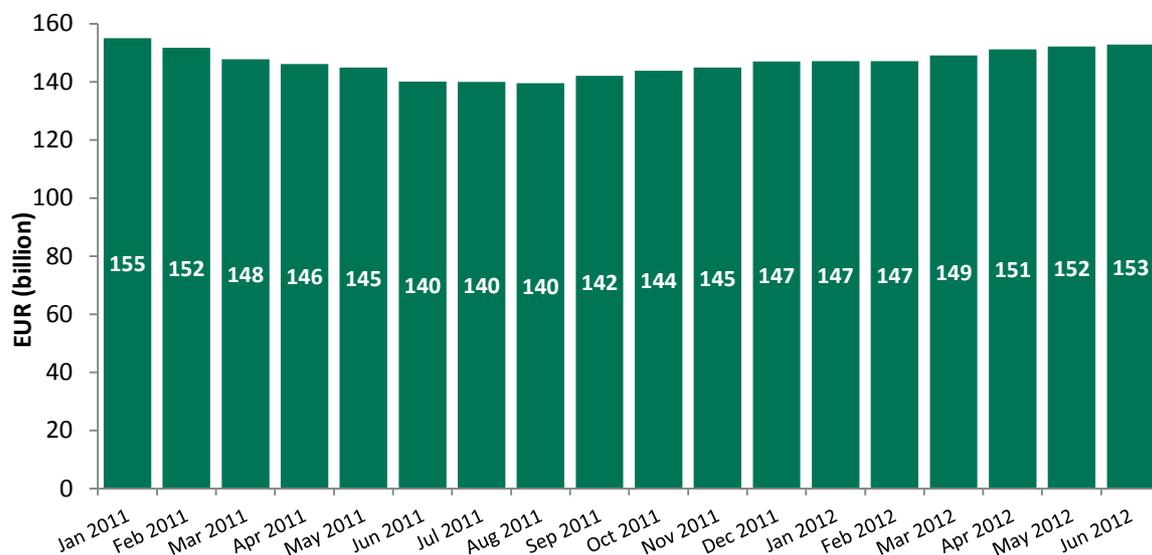
## Consolidated Deposits at Covered Banks

### June 2012 data

Deposits at covered banks have remained stable through June, which is a positive result in the context of significant uncertainty in Europe.

The data set for June shows that deposits at the Covered Banks rose by €0.6bn (0.4%) month-on-month to circa. €153bn. The cumulative growth since the start of the year is c.€5.8bn (3.9%). While the rate of growth has moderated during the month, the growth in June is positive. FX movements also account for some of the growth in non-Euro based deposits.

Figure 1. Customer deposits at Covered Banks (consolidated figures)\*



Source: Central Bank of Ireland

\* excludes NTMA deposits held prior to recapitalisation, AIB's Polish operations and ptsb's acquisition of Northern Rock's deposits.

### A look at the monthly trend

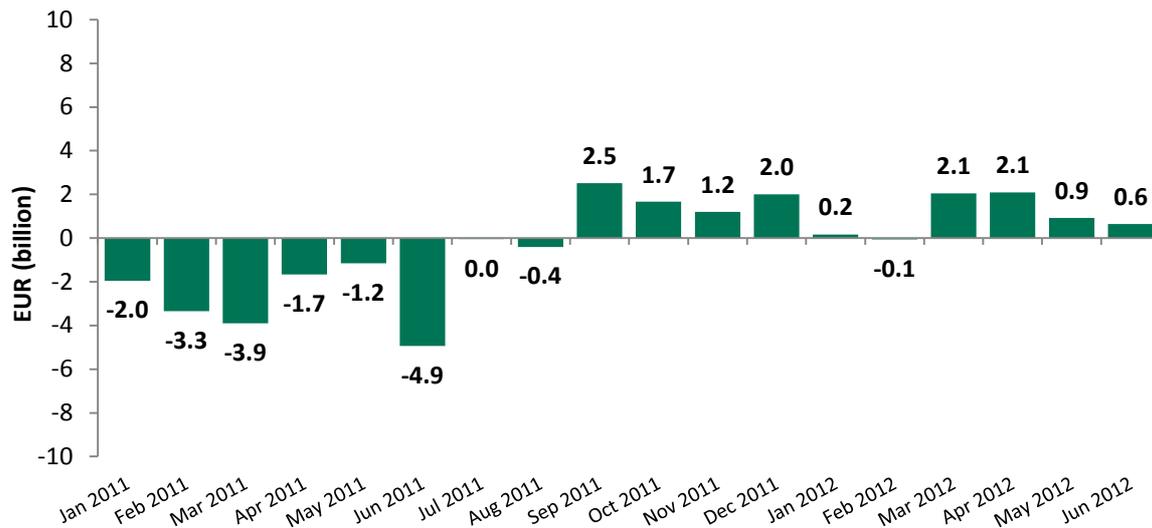
The increase during June of €0.6bn follows a rise of €0.9bn in May and brings the year to date increase to ca.€5.8bn - an increase of 3.9%. Year-on-year deposits have increased by ca.€13bn since the low point of €140bn in June 2011. As shown in Figure 2 below, there have been steady month on month increases recorded across the Covered Banks each month since last September (with the exception of the Christmas period where deposits are subject to seasonality).



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However, as outlined above, on-going concerns in European markets has resulted in moderation in the rate of deposit growth. In addition, Euro weakness relative to Sterling during June continued to provide some of the increase in deposits sourced in the UK.

Figure 2. Covered Bank deposit net inflows/outflows (consolidated figures)



Source: Central Bank of Ireland

**Central Bank statistics are very different from those shown in the data set presented above.**

Please note (as we covered in our first bulletin: [http://banking.finance.gov.ie/wp-content/uploads/Deposit\\_Note-Republished-25-April-2012.pdf](http://banking.finance.gov.ie/wp-content/uploads/Deposit_Note-Republished-25-April-2012.pdf)) that the statistics published by the Central Bank of Ireland are compiled using a different methodology than those produced by the Covered Banks themselves.

### Disclaimer

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