

PRESS RELEASE

Consolidated balance sheet of MFIs: December 2004

In December, the monetary base increased by HUF 96.4 billion to HUF 2,014.7 billion. The monthly average stock of other monetary financial institutions' current account deposits rose by HUF 7.2 billion to HUF 458.4 billion and that of overnight deposits fell by HUF 5.3 billion to HUF 7.9 billion. The monthly average stock of currency in circulation, at HUF 1,548.4 billion, was HUF 94.6 billion higher than in the preceding month. The annualised month-on-month growth index of the monetary base (M0), calculated from trend data, was 103.8% in the month under review.

The annualised month-on-month growth index of the narrow monetary aggregate M1, calculated from trend data, was 105% in December, its growth rate being 2 percentage points higher than in November. The annualised month-on-month growth index of M2 was 106.2%, its monthly growth rate falling by 1.3 percentage points in one month. The annualised month-on-month growth index of M3 was 109.1%. That reflected a decrease of 2.1 percentage points in the growth rate of the aggregate relative to the preceding month.

Chart 1 Annualised month-on-month growth indices of the monetary aggregates

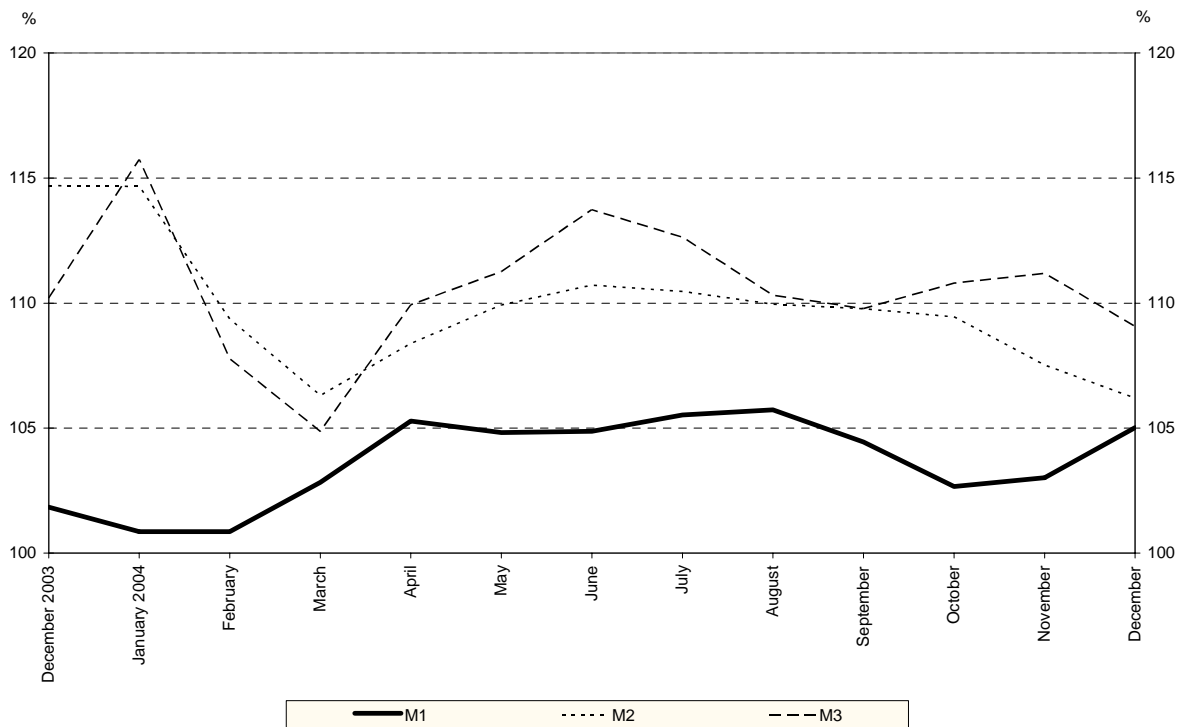


Chart 2 Developments in the monetary aggregates

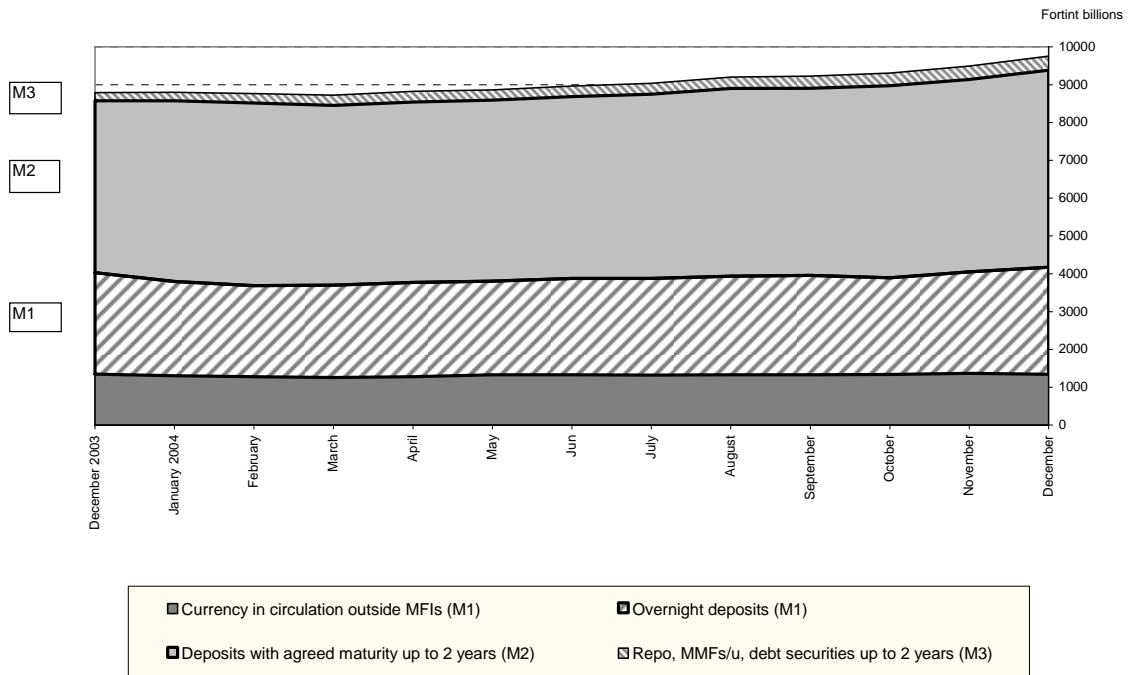
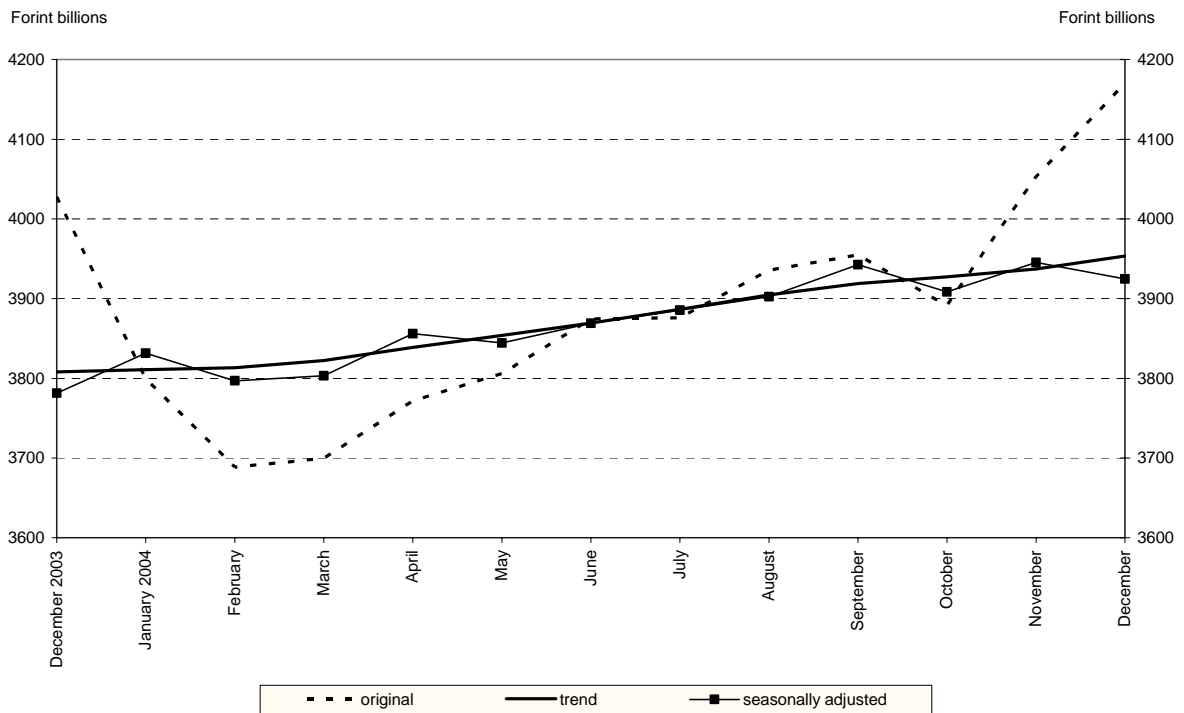
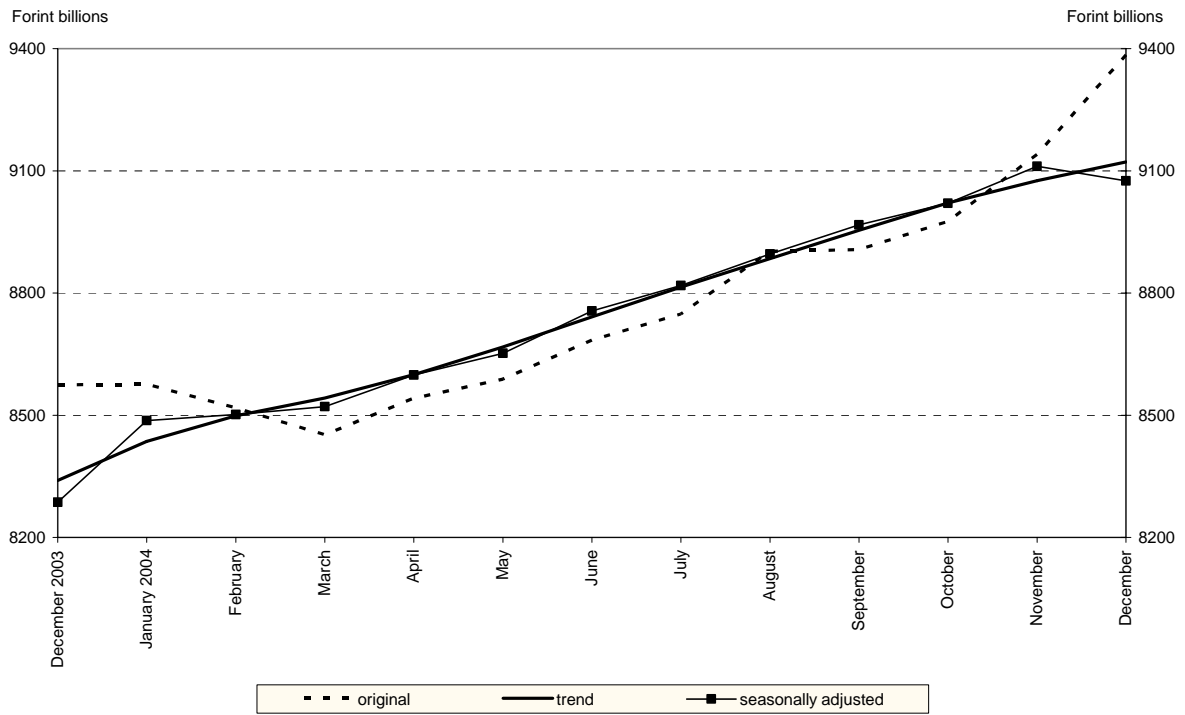


Chart 3 M1



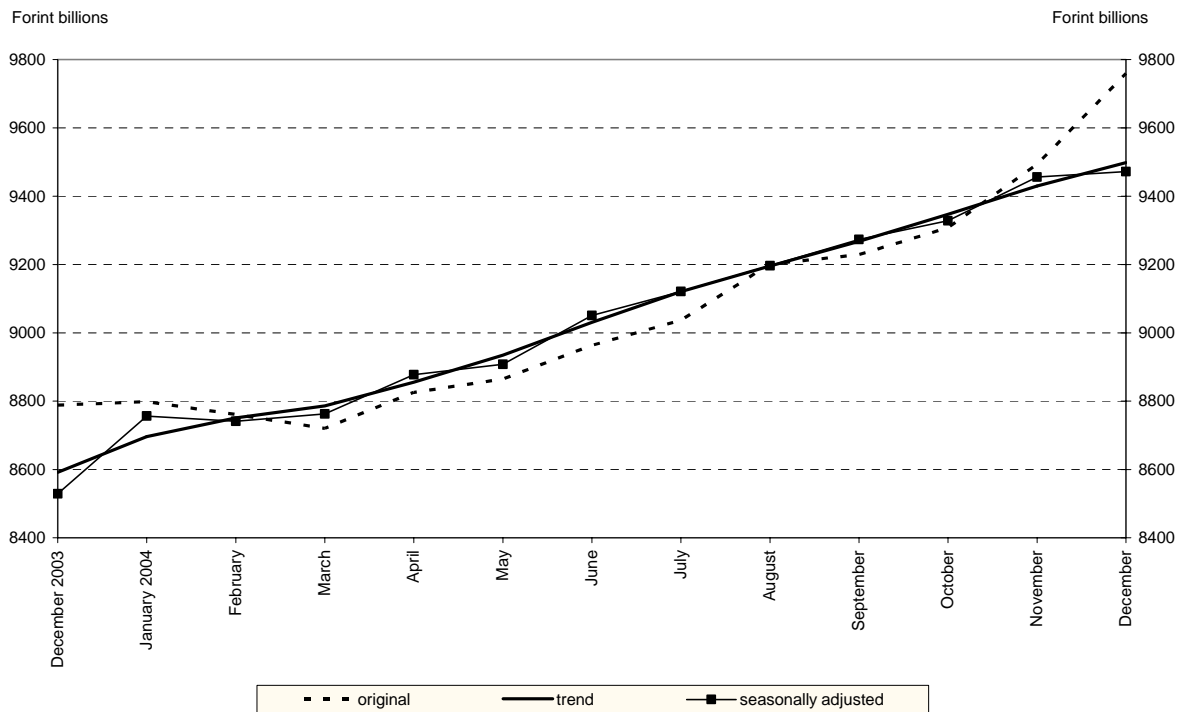
Note: The trend data do not include outliers, related to one-off effects and identified in seasonal adjustment.

Chart 4 M2



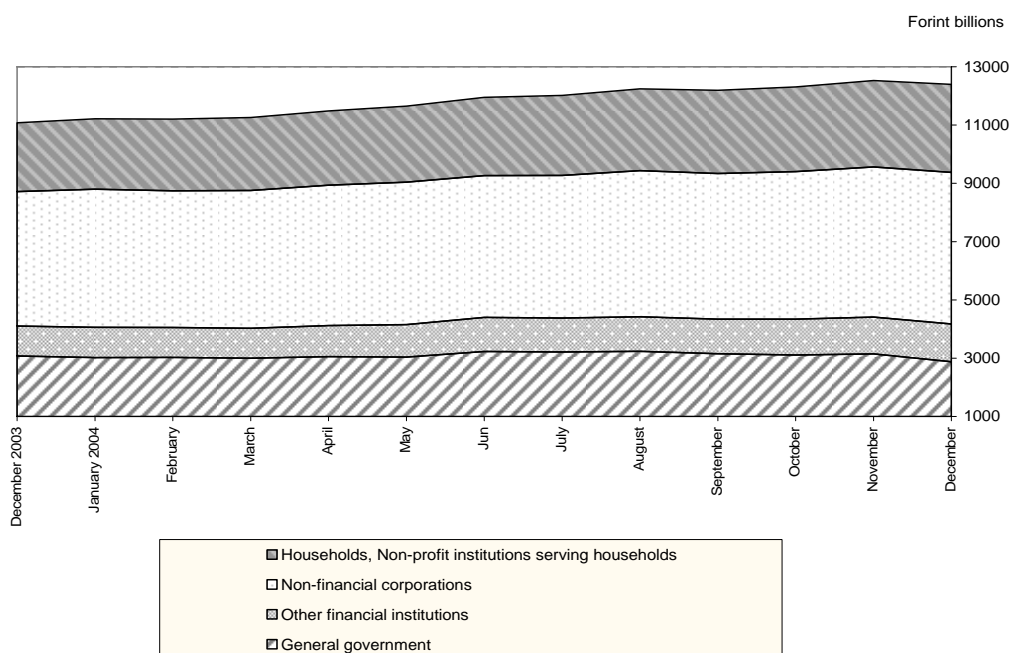
Note: The trend data do not include outliers, related to one-off effects and identified in seasonal adjustment.

Chart 5 M3



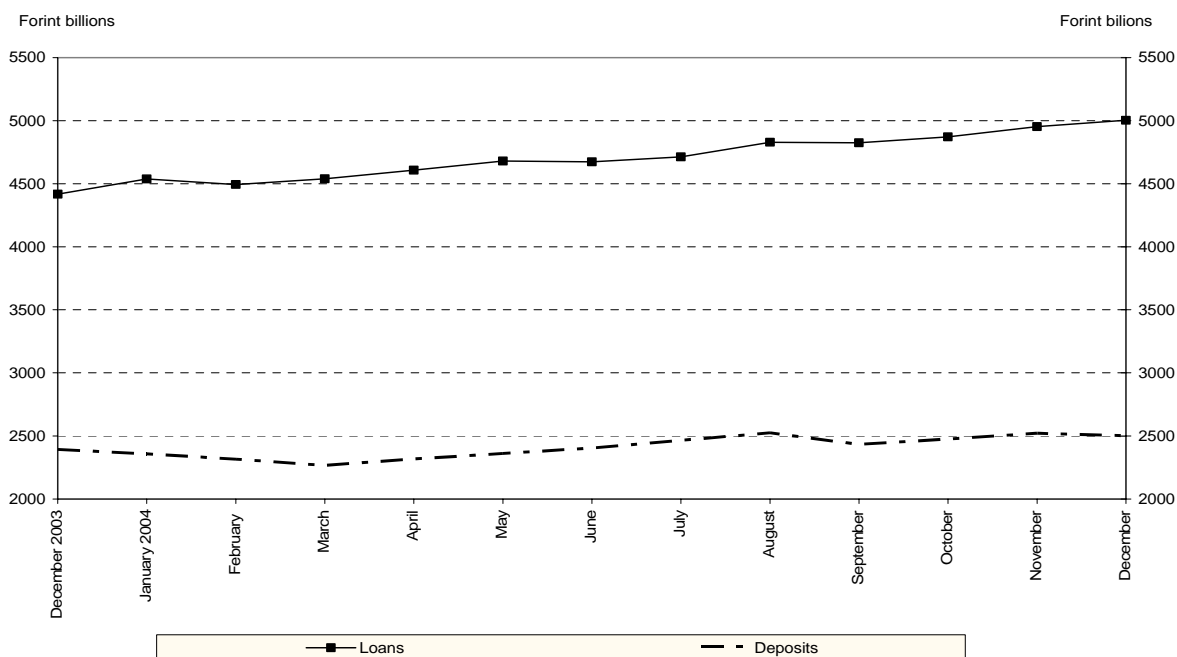
Note: The trend data do not include outliers, related to one-off effects and identified in seasonal adjustment.

Chart 6 Outstanding domestic loans



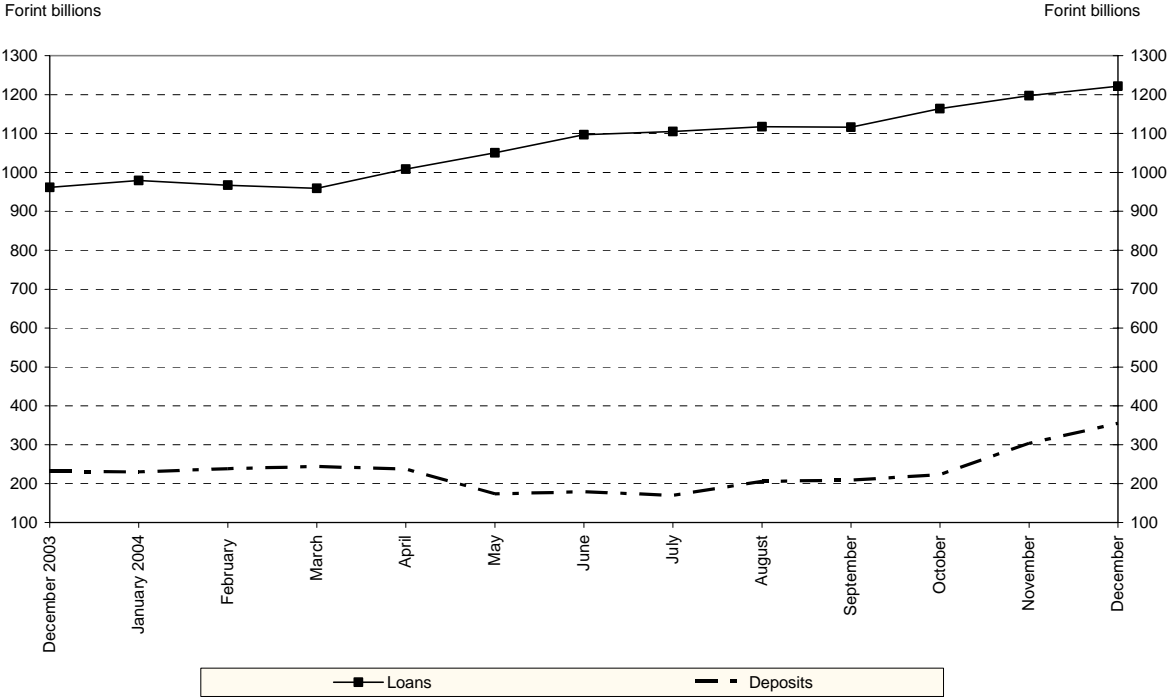
The stock of loans granted by monetary financial institutions to non-financial corporations rose by HUF 50.3 billion in December: outstanding short-term loans fell by HUF 69.6 billion and long-term loans rose by HUF 119.9 billion relative to November. Loans with maturity up to 5 years increased by HUF 29.7 billion and those with maturity over 5 years by HUF 90.2 billion. The sector's deposits with MFIs were down HUF 21 billion on November: deposits with agreed maturity up to one year fell by HUF 59.9 billion and outstanding repos by HUF 2 billion, accompanied by increases of HUF 40.4 billion and HUF 0.5 billion in overnight and current account deposits, and deposits with agreed maturity over one year, respectively.

Chart 7 Non-financial corporations' loans and deposits



In December, the stock of deposits of other financial corporations with monetary financial institutions was up by HUF 52 billion. Outstanding loans to the sector rose by HUF 24.6 billion. Overnight and current account deposits fell by HUF 9.2 billion, time deposits rose by HUF 68.9 billion and outstanding repos fell by HUF 7.7 billion. Loans with maturity up to one year, those with maturity up to five years and those with maturity over to five years, respectively, were higher by HUF 5.8 billion, HUF 12.2 billion and HUF 6.6 billion.

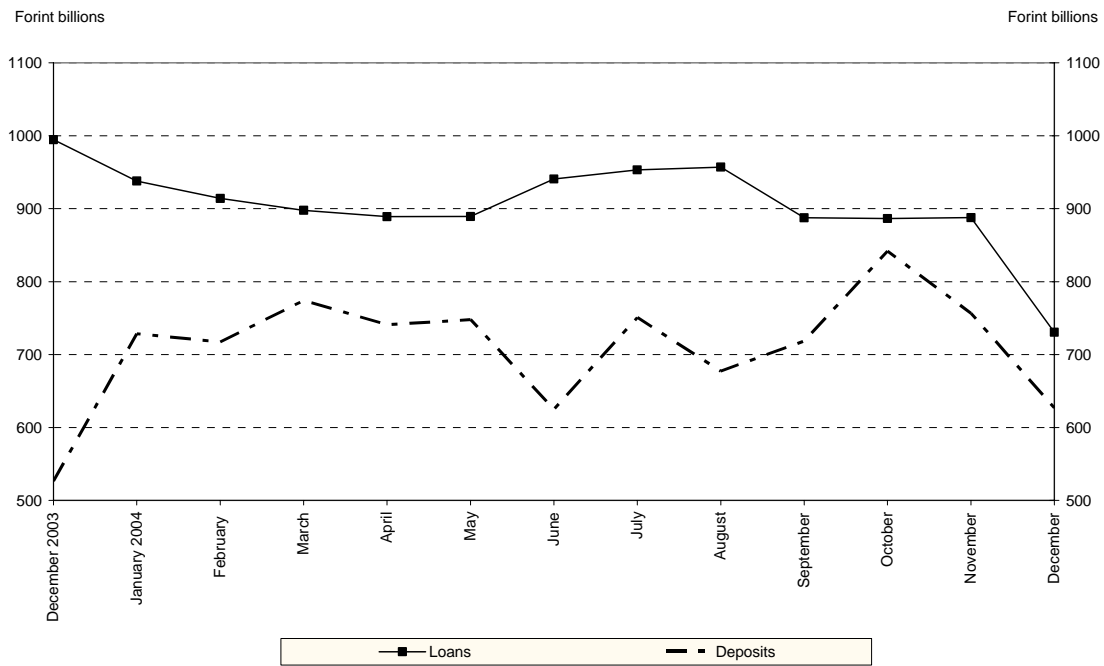
Chart 8 Loans and deposits of other financial corporations



Deposits of general government with MFIs fell by HUF 129.5 billion in one month. That reflected an a decline of HUF 172.6 billion in deposits of the central government and an increase of HUF 43.1 billion in those of the local government sub-sector.

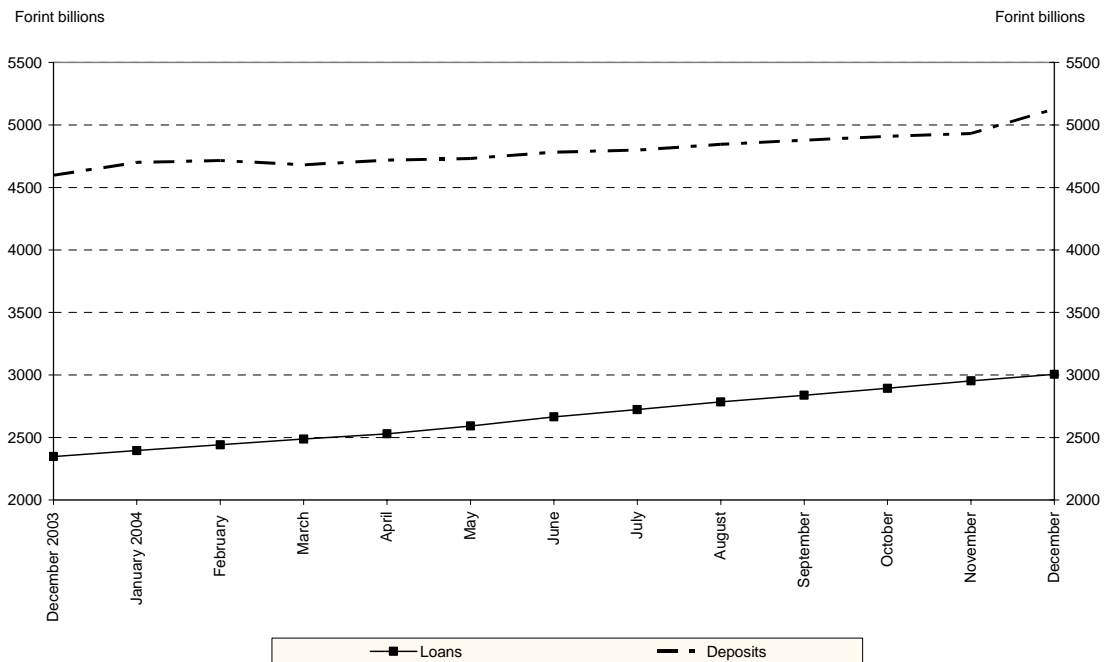
The stock of loans granted by monetary financial institutions to general government was lower by HUF 157.2 billion relative to end-November.

Chart 9 Loans and deposits of general government



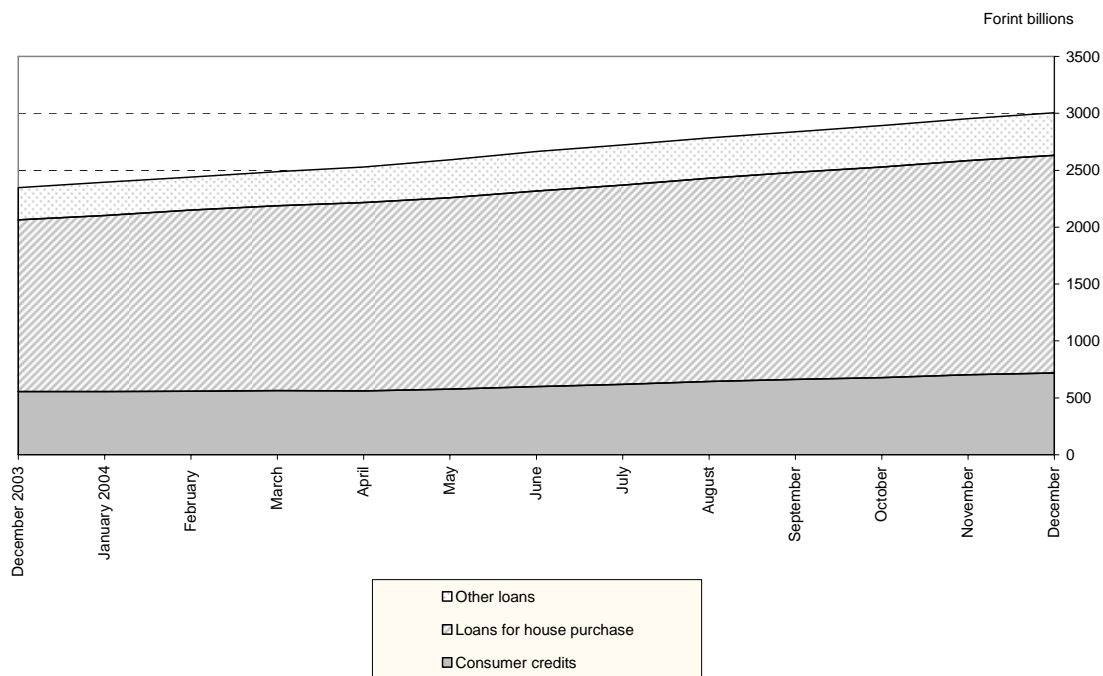
Households' deposits with MFIs were HUF 196.2 billion higher than in the preceding month. The outstanding total of loans granted by monetary financial institutions to the sector increased by HUF 51.6 billion.

Chart 10 Loans and deposits of households



Within loans outstanding to households, housing loans fell from 63.7% to 63.6% as a percentage of the total, their stock rising by HUF 29.1 billion. Consumer credit rose from 23.8% to 23.9% as a proportion of the total, its amount outstanding increasing by HUF 16.7 billion. Other loans rose by HUF 5.8 billion in the month under review.

Chart 11 Loans to households

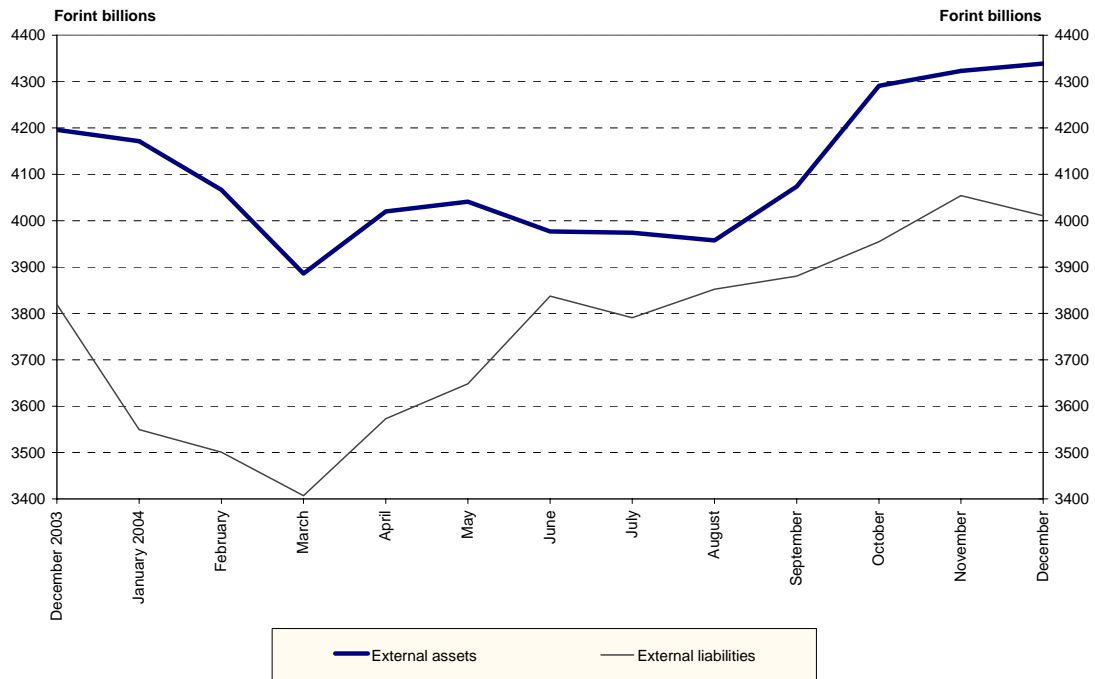


Net assets of monetary financial institutions vis-à-vis non-residents were HUF 59.3 billion higher than in November: assets increased by HUF 15.9 billion and liabilities fell by HUF 43.4 billion in one month.

Assets of the central bank vis-à-vis non-residents rose by HUF 42.1 billion and its liabilities to non-residents fell by HUF 3.5 billion. On balance, the sector's net foreign assets were HUF 45.6 billion higher than in the preceding month.

Net liabilities of other monetary financial institutions vis-à-vis non-residents were higher by HUF 13.7 billion in the month under review, reflecting decreases of HUF 26.2 billion and HUF 39.9 billion respectively in assets and liabilities.

Chart 12 External assets and liabilities



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The data underlying this press release are available on the MNB's website at http://english.mnb.hu/Resource.aspx?ResourceID=mnbfile&resourcename=0708_monstatpubl_enxls.

MAGYAR NEMZETI BANK
STATISTICS DEPARTMENT