



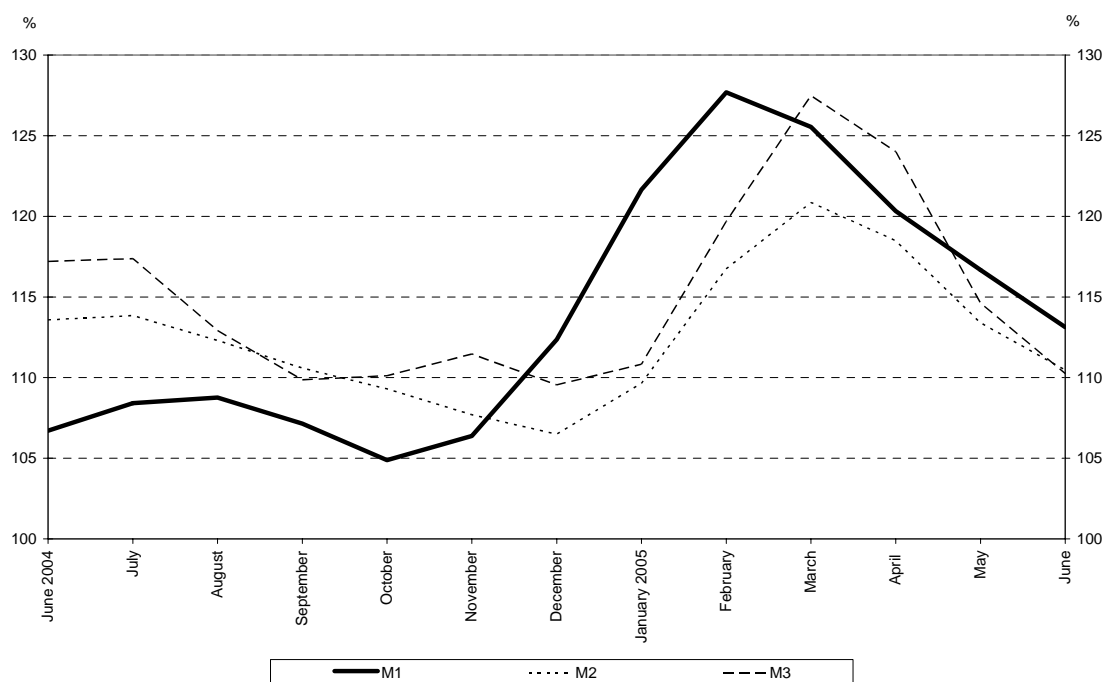
PRESS RELEASE

Consolidated balance sheet of MFIs: June 2005

In June 2005, the **monetary base** fell by HUF 11.6 billion to HUF 2,071.8 billion. The monthly average stock of other monetary financial institutions' current account deposits fell by HUF 0.6 billion to HUF 499.2 billion, while that of overnight deposits decreased by HUF 32.5 billion to HUF 14.2 billion. The monthly average stock of currency in circulation increased by HUF 21.5 billion to HUF 1,558.4 billion. The annualised growth index¹ of the **monetary base (M0)** was 105.1%.

The growth index of the **M1** monetary aggregate fell by 3.6 percentage points from 116.7% to 113.1%, the growth index of the **M2** aggregate decreased by 2.9 percentage points from 113.4% to 110.5%, while the growth index of the **M3** monetary aggregate also were down by 4.4 percentage points from 114.6% to 110.2%.

Chart 1 Growth indices of the monetary aggregates



¹ See Methodological Remarks

Chart 2 Developments in the monetary aggregates

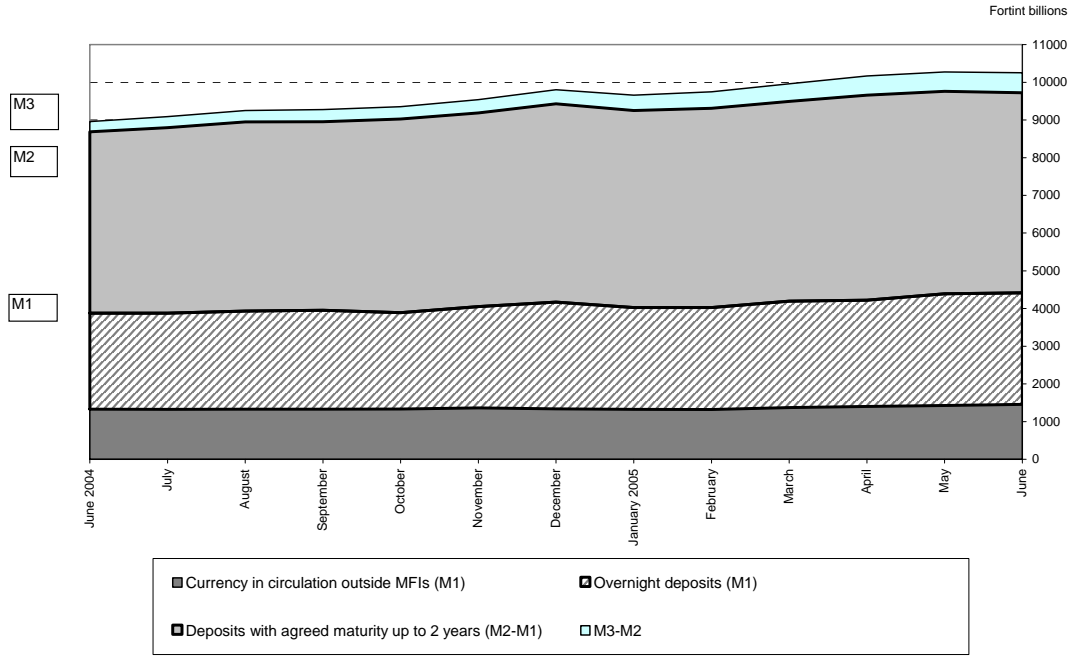


Chart 3 Seasonally adjusted data for M1

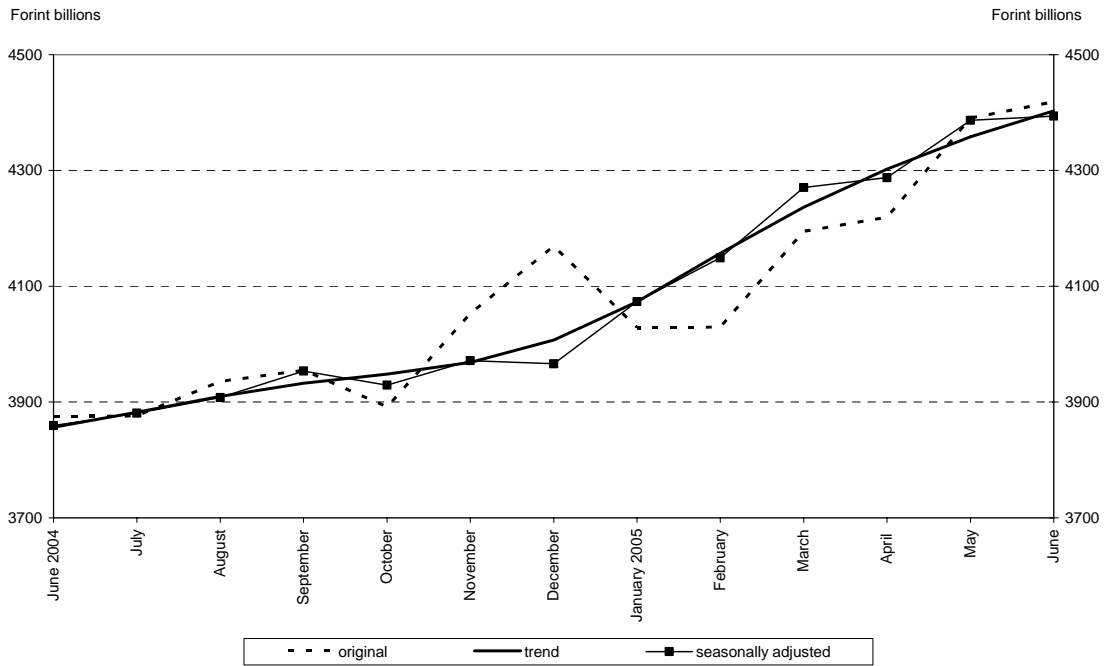


Chart 4 Seasonally adjusted data for M2

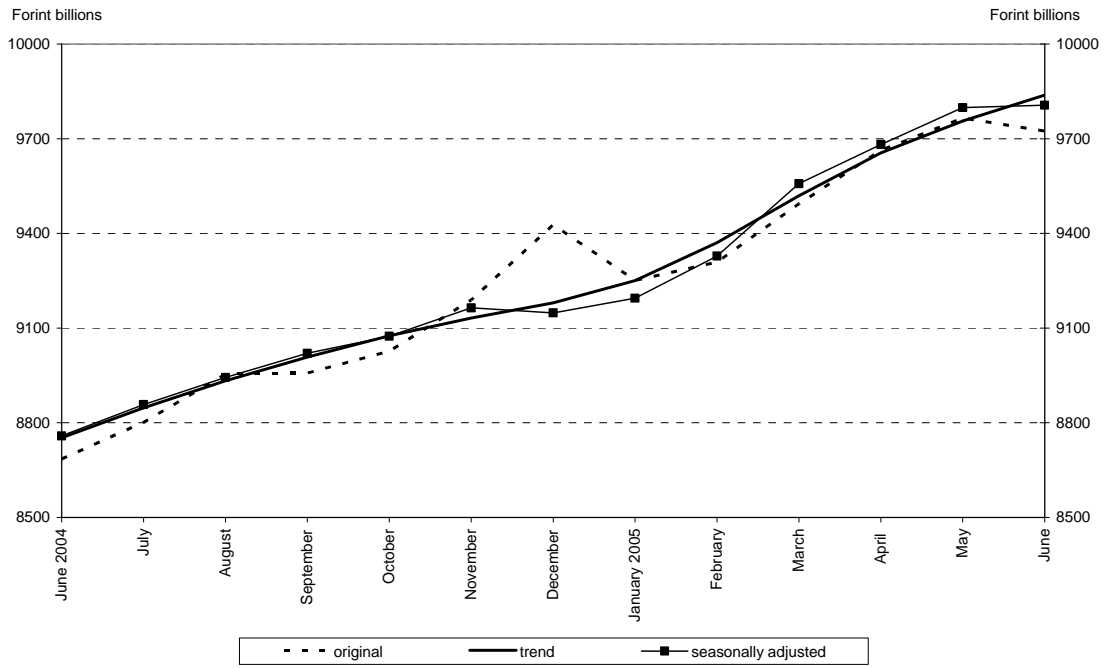


Chart 5 Seasonally adjusted data for M3

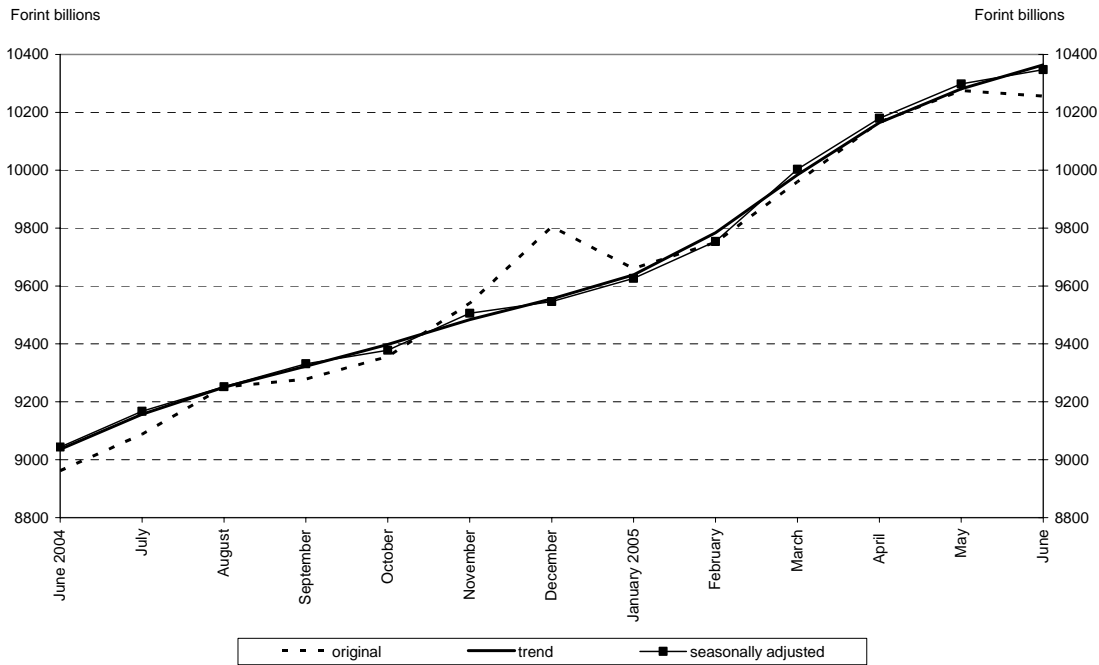
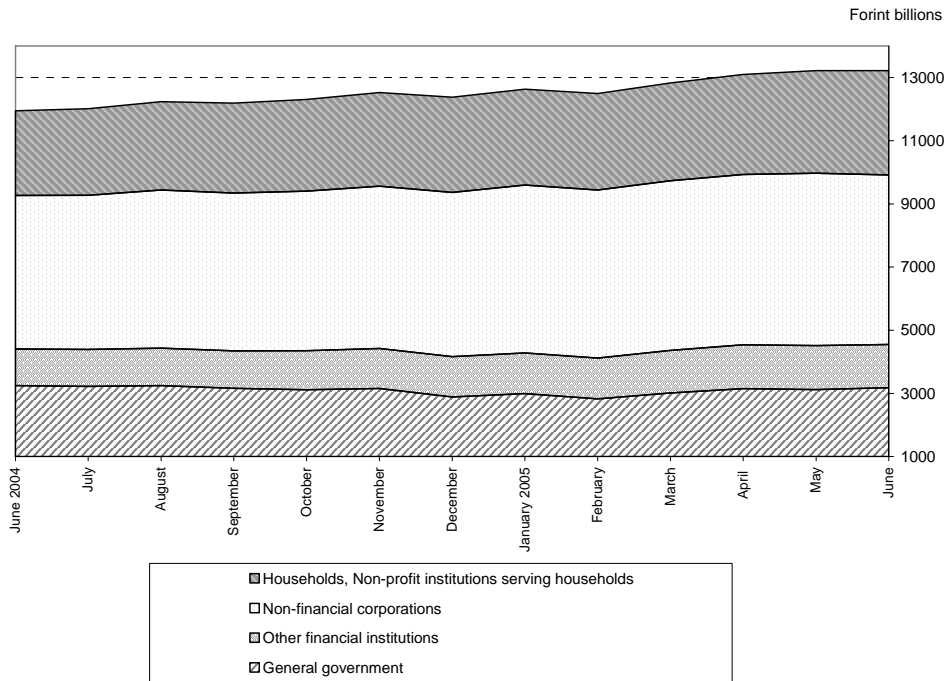
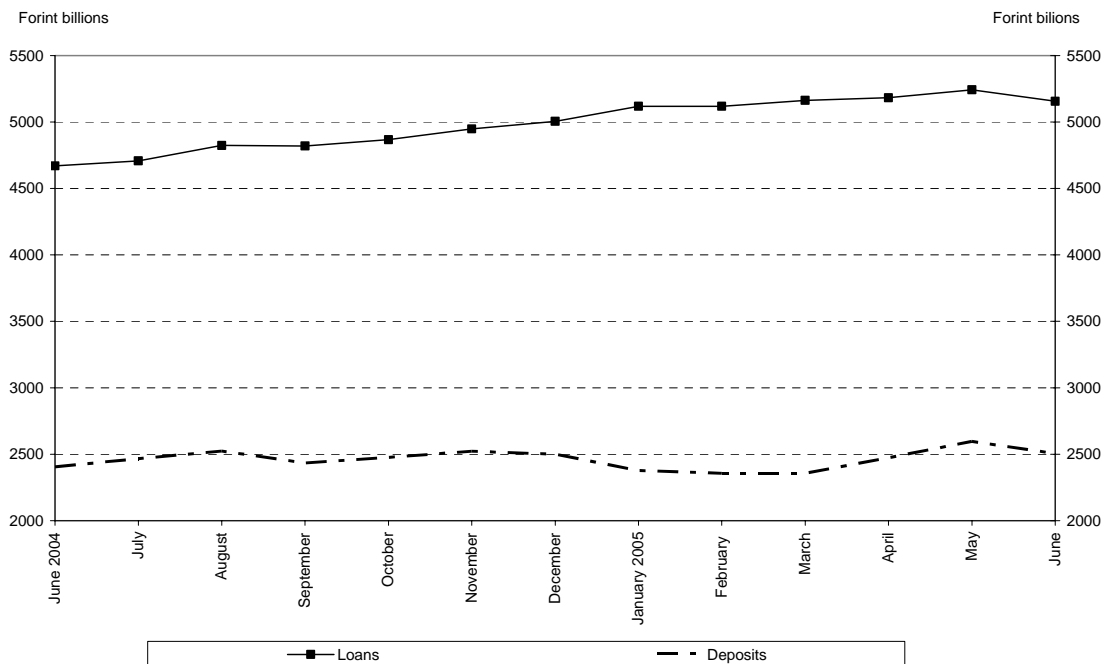


Chart 6 Outstanding domestic loans



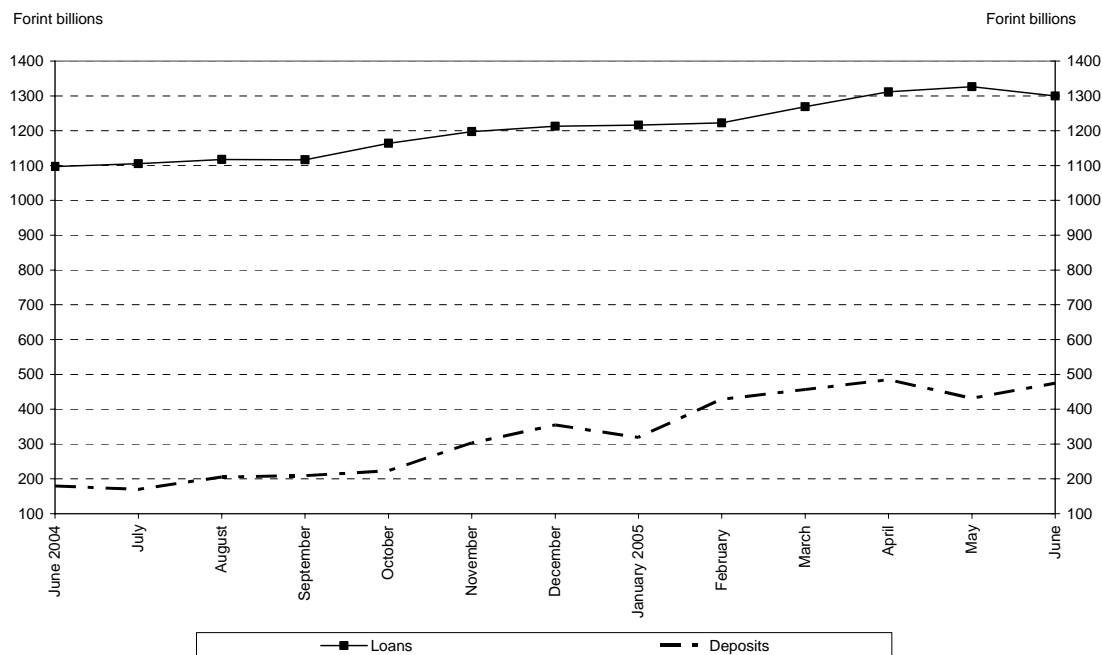
During the month the total stock of loans granted by monetary financial institutions to **non-financial corporations** fell by HUF 86.5 billion, while outstanding short-term loans decreased by HUF 75.3 billion and long-term loans also fell by HUF 11.2 billion. Loans with maturity up to 5 years grew by HUF 11.0 billion, while those with maturity over 5 years fell by HUF 22.2 billion. The stock of the sector's deposits with MFIs decreased by 89.8 billion. Overnight and current account deposits fell by HUF 23.8 billion, while deposits with agreed maturity up to one year decreased by HUF 63.8 billion and outstanding repos also fell by HUF 4.2 billion. The stock of deposits with agreed maturity over one year rose by HUF 2.0 billion.

Chart 7 Non-financial corporations' loans and deposits



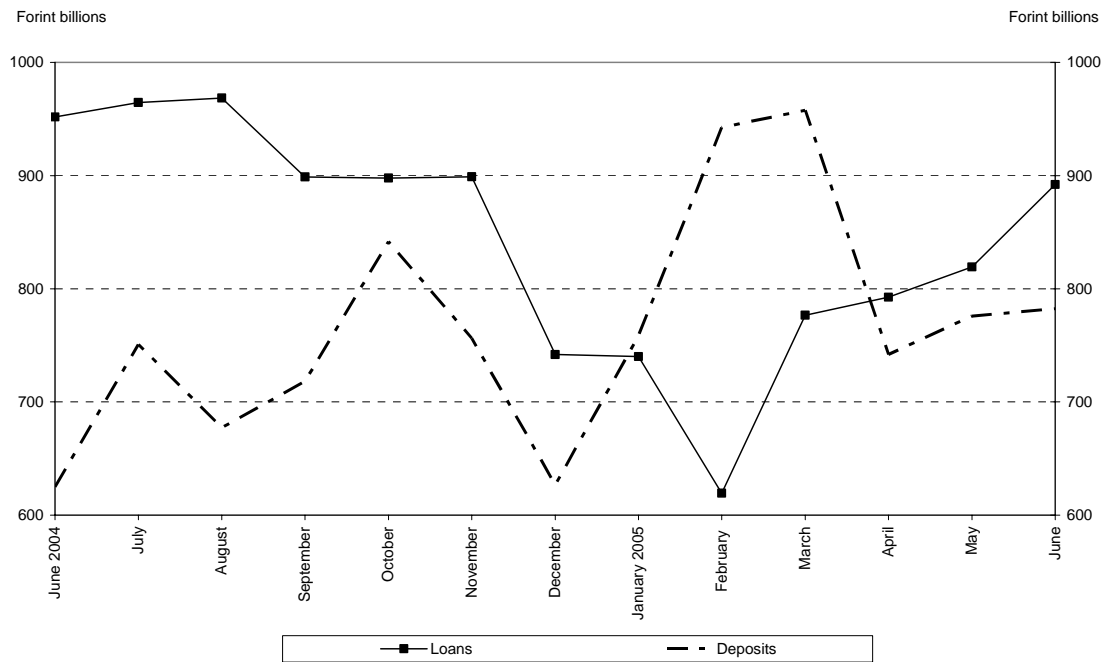
In June, outstanding loans to **other financial corporations** fell by HUF 26.6 billion. Loans with maturity up to one year decreased by HUF 14.7 billion, those with maturity up to five years were down by HUF 4.4 billion, and those with maturity over five years also fell by HUF 7.5 billion. The sector's stock of deposits with monetary financial institutions was up by HUF 43.0 billion. While overnight and current account deposits were lower by HUF 6.9 billion and outstanding repos fell by HUF 0.2 billion, time deposits were up by HUF 50.2 billion.

Chart 8 Loans and deposits of other financial corporations



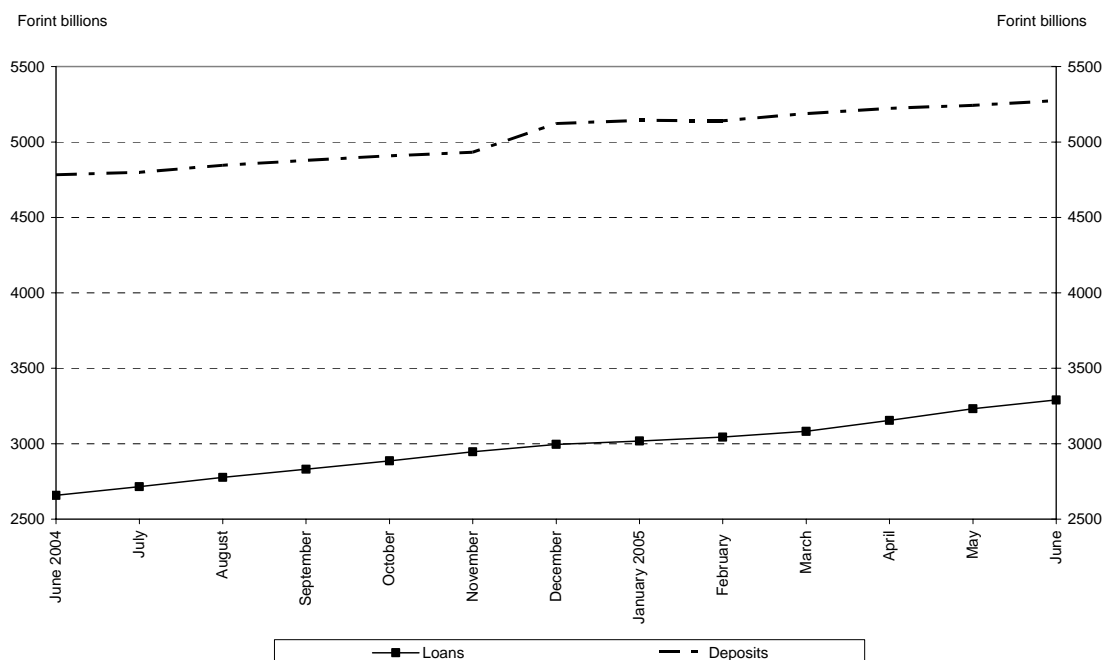
The stock of loans granted by monetary financial institutions to **general government** increased by HUF 72.9 billion and the deposits of the general government sector with MFIs rose by HUF 6.5 billion. This reflected a rise of HUF 55.4 billion in deposits of the central government and a decrease of HUF 48.9 billion in those of the local government sub-sector.

Chart 9 Loans and deposits of general government



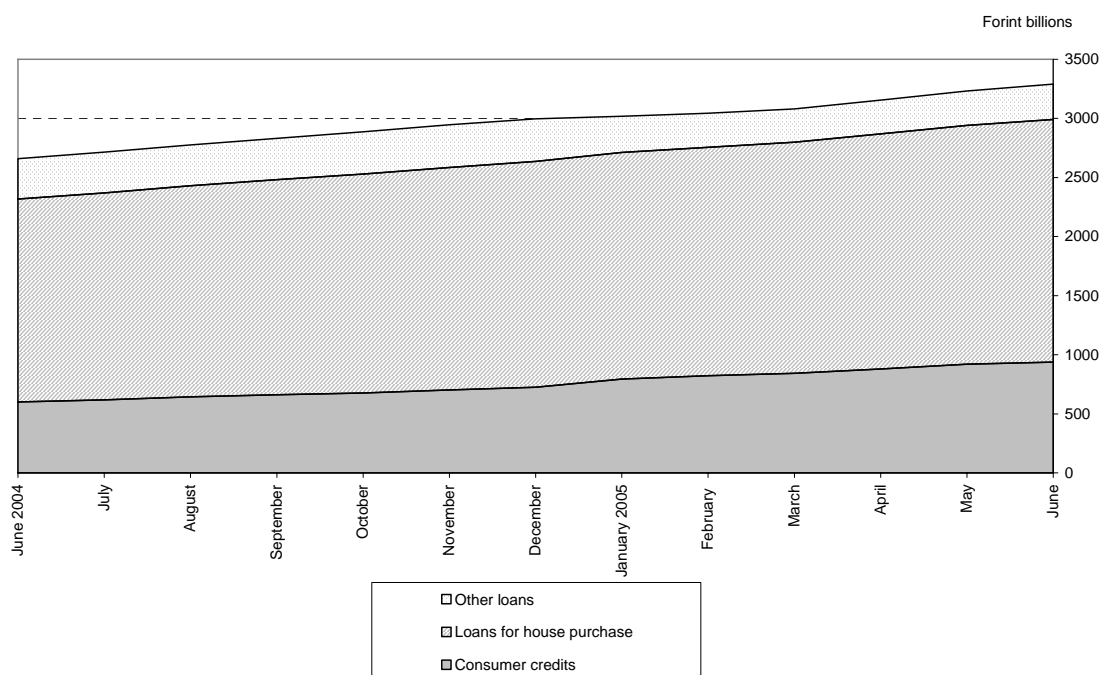
In June 2005, the outstanding total of loans granted by monetary financial institutions to **households** rose by HUF 58.4. The deposits of the sector with MFIs increased by HUF 30.4 billion.

Chart 10 Loans and deposits of households



Within loans outstanding to households, housing loans fell from 62.5% to 62.4% as a percentage of the total, their stock rising by HUF 33.3 billion. Consumer credit remained unchanged at 28.5% as a proportion of the total loans to households, its amount outstanding increasing by HUF 16.7 billion. Other loans grew by HUF 8.4 billion.

Chart 11 Loans to households

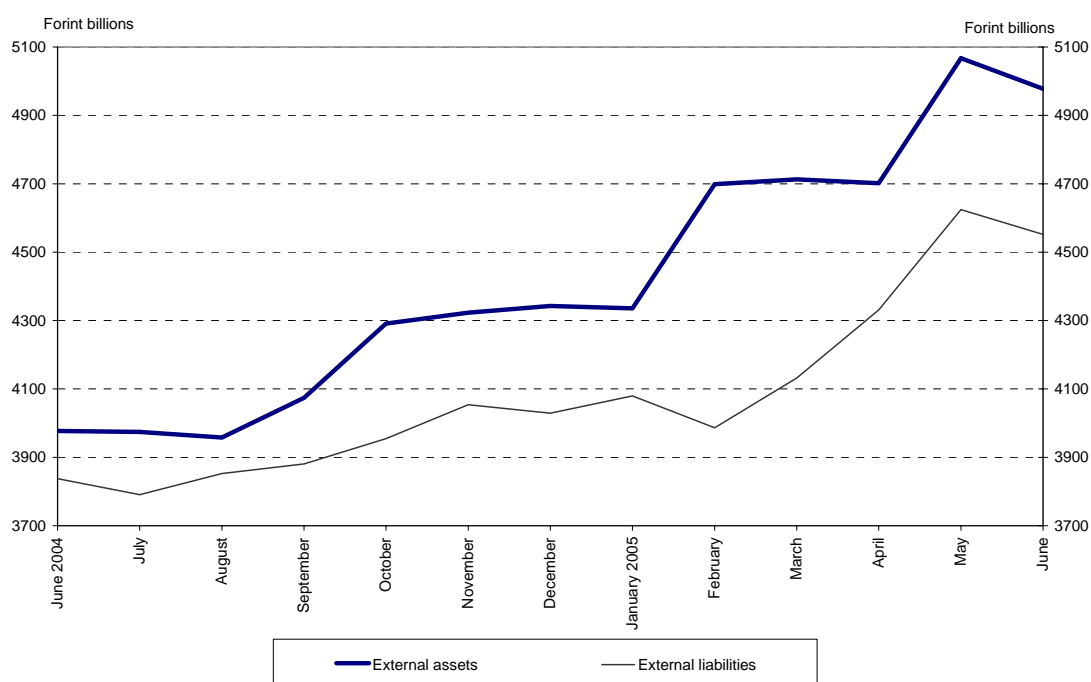


The assets of **monetary financial institutions vis-à-vis non-residents** fell by HUF 90.0 billion and their liabilities decreased by HUF 72.4 billion. The sector's net assets were down by HUF 17.6 billion.

The net assets of the **central bank vis-à-vis non-residents** decreased by HUF 77.1 billion. Its assets grew by HUF 84.3 billion, while its liabilities fell by HUF 7.2 billion.

The assets of **other monetary financial institutions vis-à-vis non-residents** fell by HUF 5.7 billion and their liabilities decreased by HUF 65.2 billion. On balance, their net assets rose by HUF 59.4 billion.

Chart 12 External assets and liabilities



Methodological Remarks

In order to ensure comparability of data, seasonal fluctuations and biases need to be filtered out, and for this reason the time series of monetary aggregates are seasonally adjusted. Trend data are calculated from seasonally adjusted data by the elimination of outliers linked with the one-off impacts identified in the course of seasonal adjustment and the ad-hoc constituents inexplicable from the model. The growth indices included in this press release are derived from trend data through a division of the data relevant to the period reviewed by the data of the previous month and an annualisation of the twelfth power of the quotient. The short-base one-month annualised indices generated this way reflect the events of the last period more accurately than the simply calculated annual indices (based on a 12-month period).

Percentages and ratios are calculated from figures without rounding. Due to rounding, totals of partial data may differ from the grand totals.

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_e_nxls.

Budapest, 26 April, 2005

MAGYAR NEMZETI BANK

STATISTICS DEPARTMENT
