

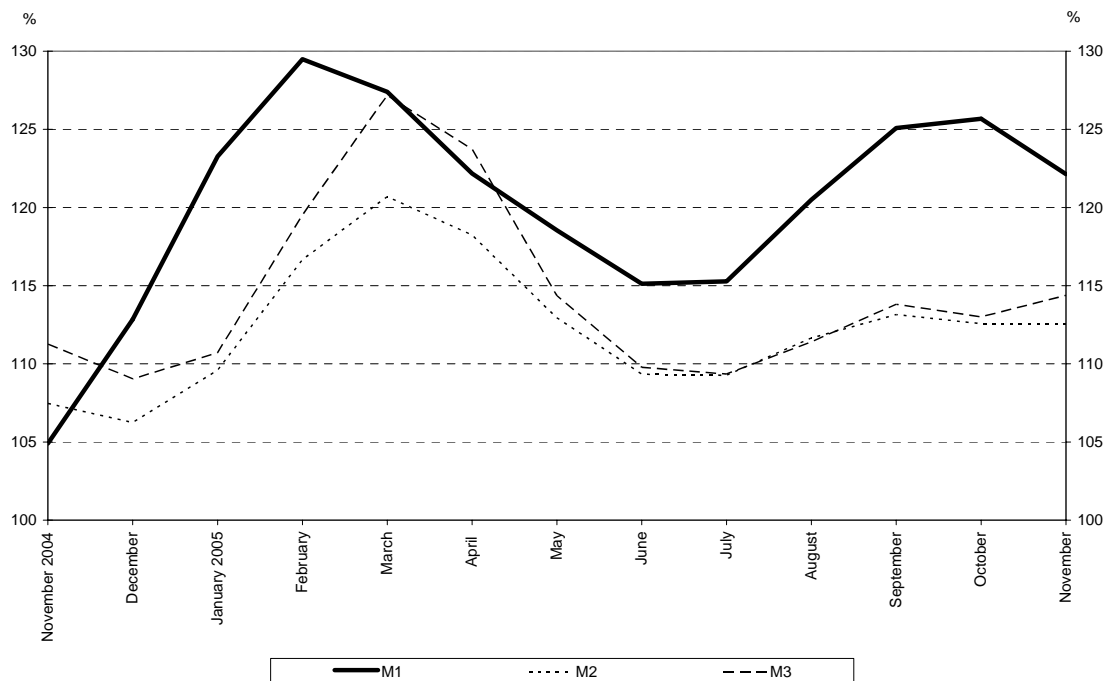
## PRESS RELEASE

### Consolidated balance sheet of MFIs: November 2005

In November 2005, the monetary base rose by HUF 86.9 billion to HUF 2,249.2 billion. Currency in circulation rose by HUF 45.4 billion to 1,677.9 billion, the monthly average stock of other monetary financial institutions' current account deposits by HUF 9.4 billion to HUF 522.1 billion and that of other monetary financial institutions' overnight deposits by HUF 32.1 billion to HUF 49.3 billion. The annualised month-on-month growth index of the monetary base (M0)<sup>1</sup> was 127.3% in the month under review.

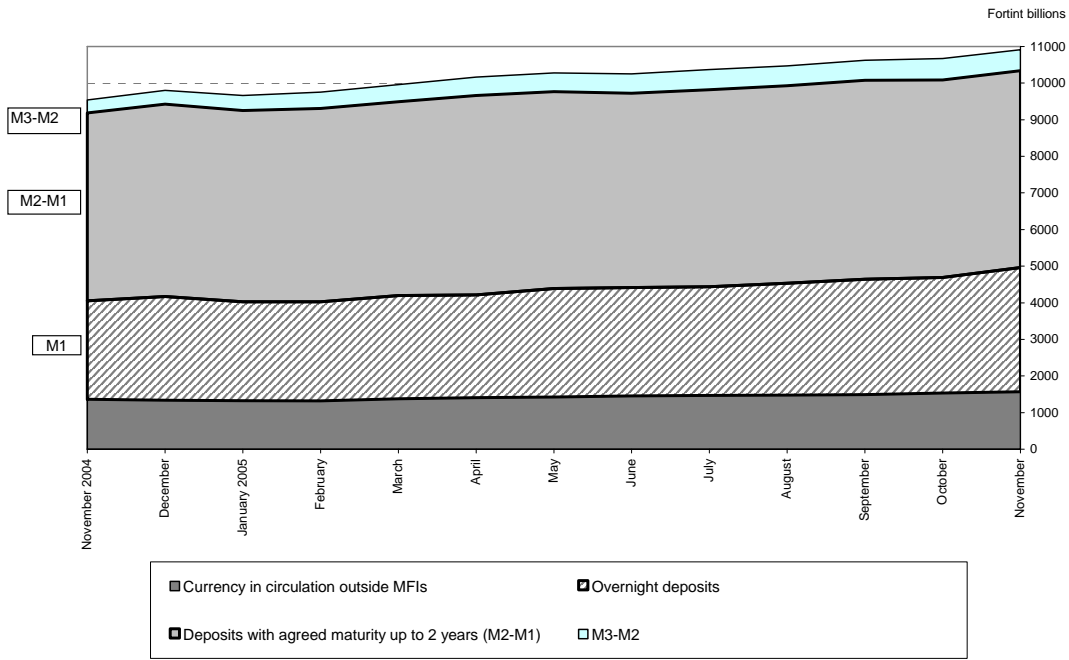
The growth index of the narrow monetary aggregate M1 fell by 3.5 percentage points, from 125.7% to 122.1%, that of M2 remained unchanged at 112.6%, and that of M3 rose by 1.4 percentage points, from 113.0% to 114.4%.

**Chart 1 Annualised month-on-month growth rates of the monetary aggregates**

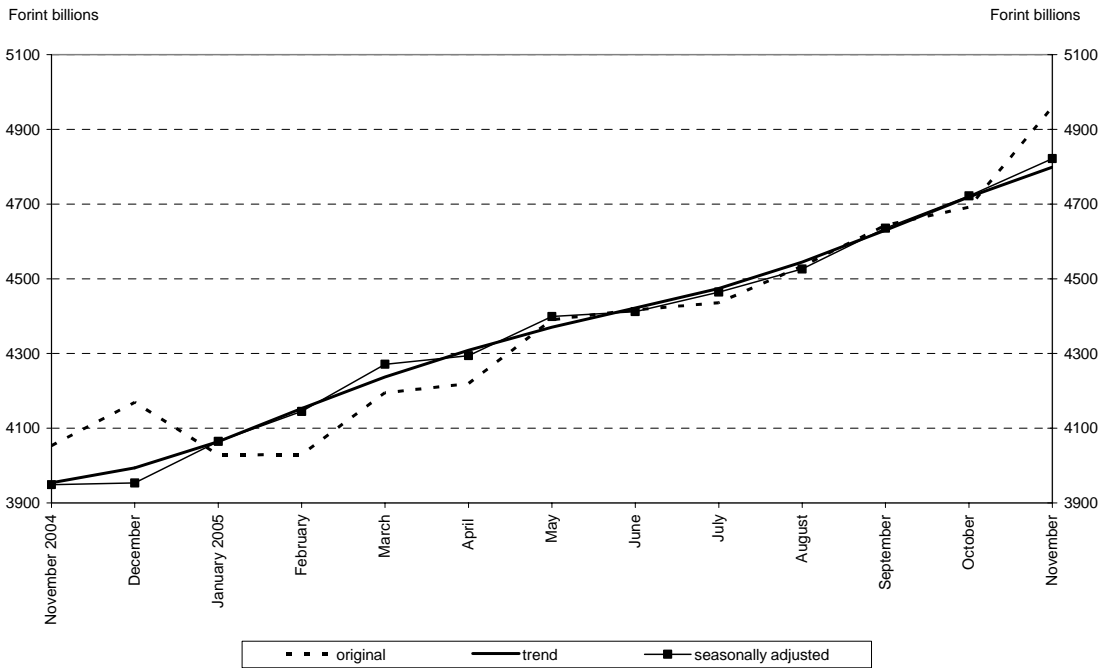


<sup>1</sup> For an explanation, see the methodological notes at the end of this press release.

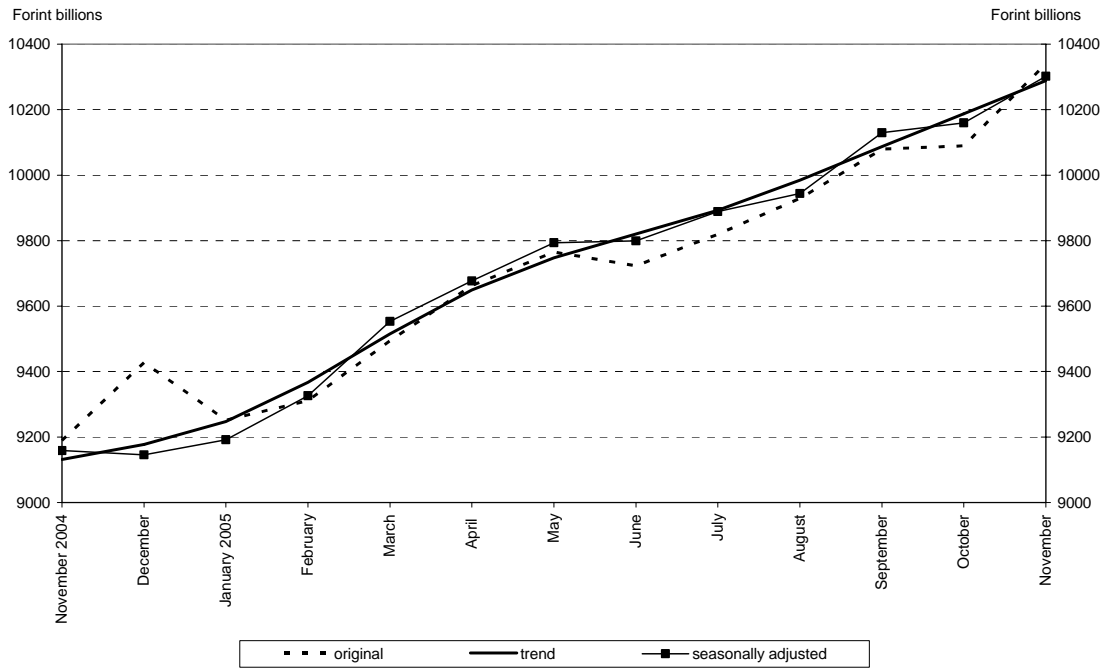
### Chart 2 Components of the monetary aggregates



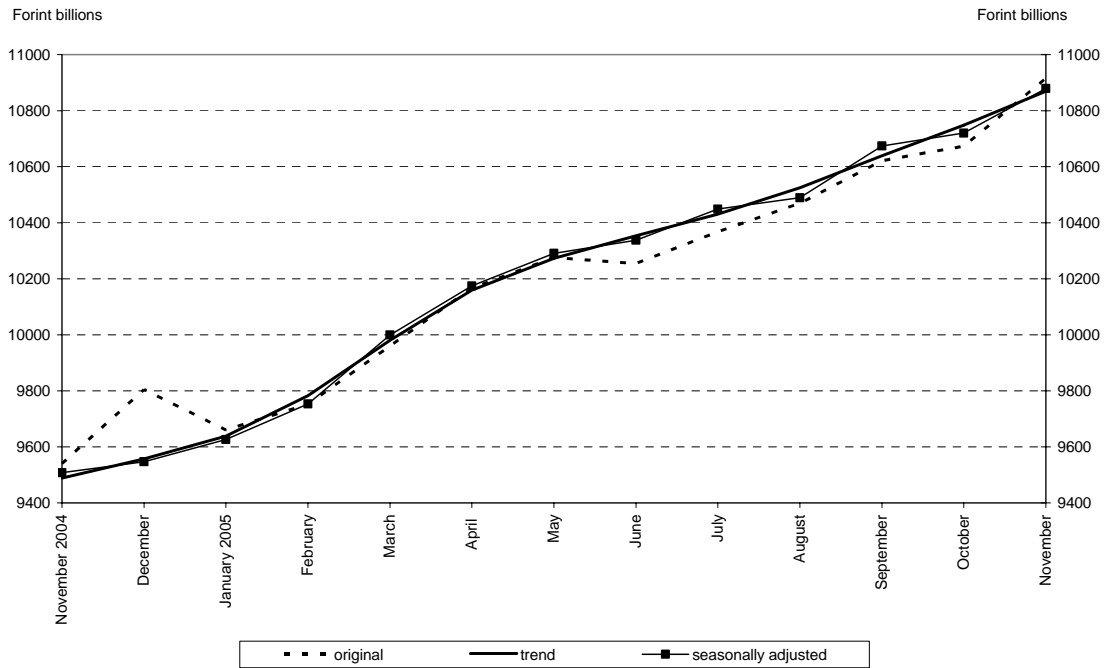
### Chart 3 Seasonally adjusted M1



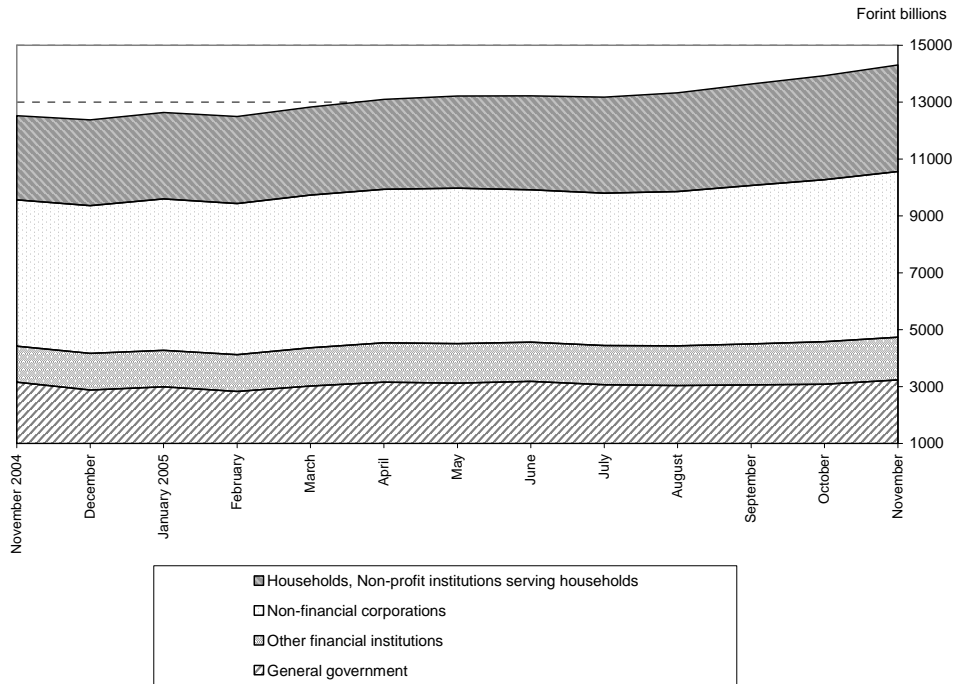
### Chart 4 Seasonally adjusted M2



### Chart 5 Seasonally adjusted M3

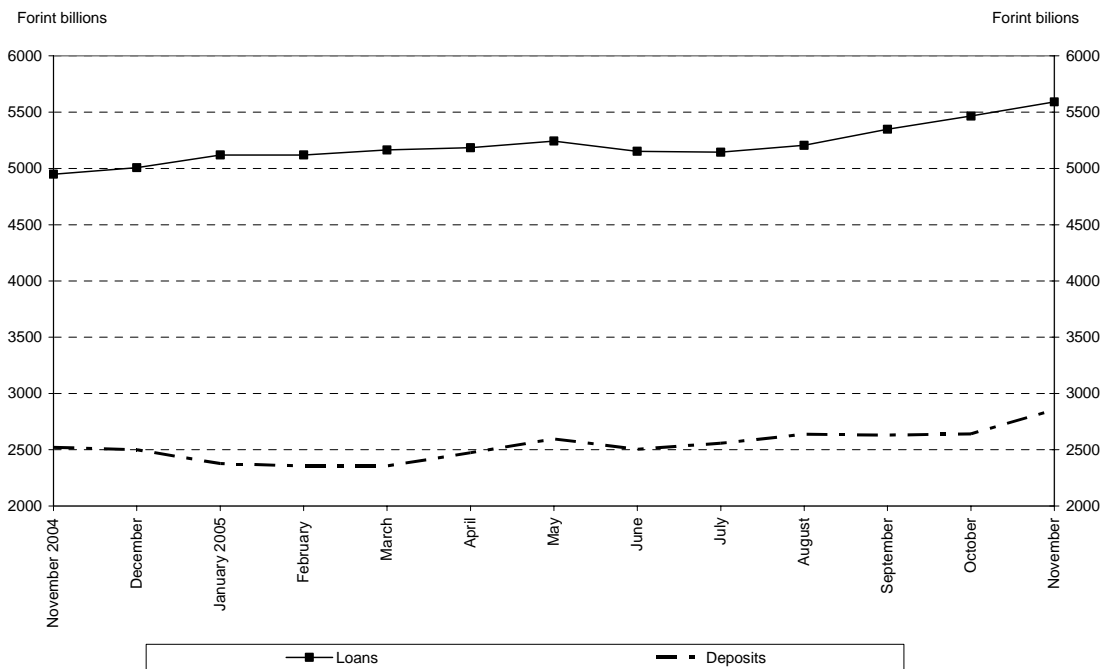


**Chart 6 Outstanding domestic loans**



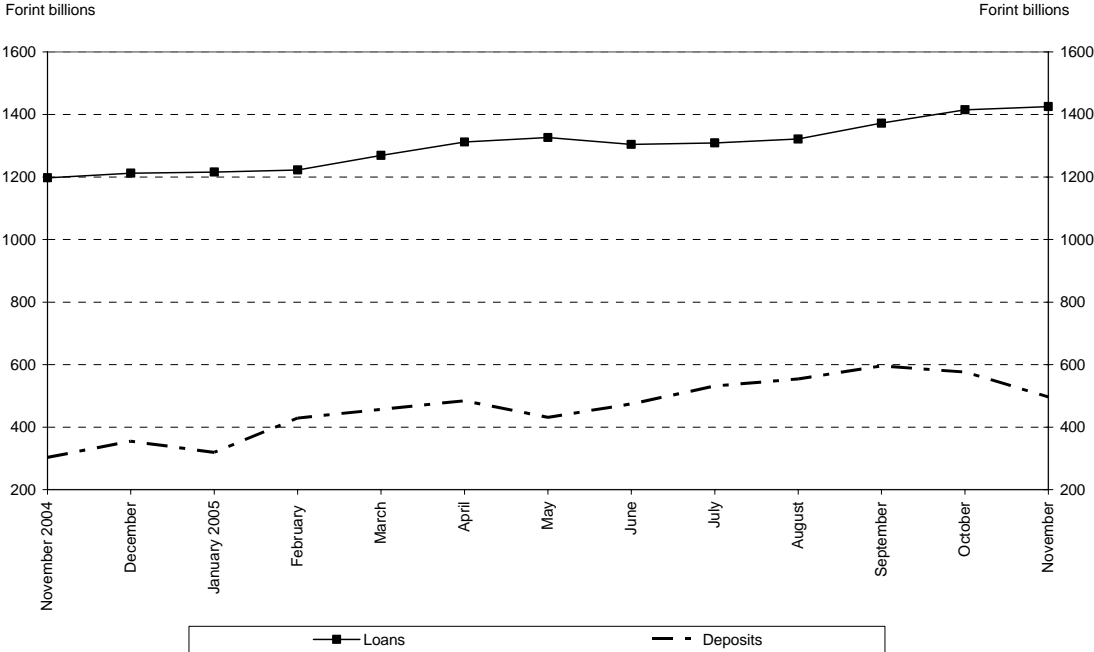
The total stock of loans granted by monetary financial institutions to non-financial corporations rose by HUF 125.2 billion in one month: outstanding short and long-term loans respectively were HUF 63.3 billion and HUF 61.9 billion higher than in October. Loans with maturity up to 5 years increased by HUF 3.0 billion and those with maturity over 5 years by HUF 58.9 billion. NFCs' deposits with MFIs were up by HUF 213.0 billion on the preceding month: overnight and current account deposits rose by HUF 184.5 billion, deposits with agreed maturity up to one year by HUF 28.9 billion and deposits with agreed maturity over one year by HUF 0.9 billion. Outstanding repos were down HUF 1.3 billion on October.

**Chart 7 Non-financial corporations' loans and deposits**



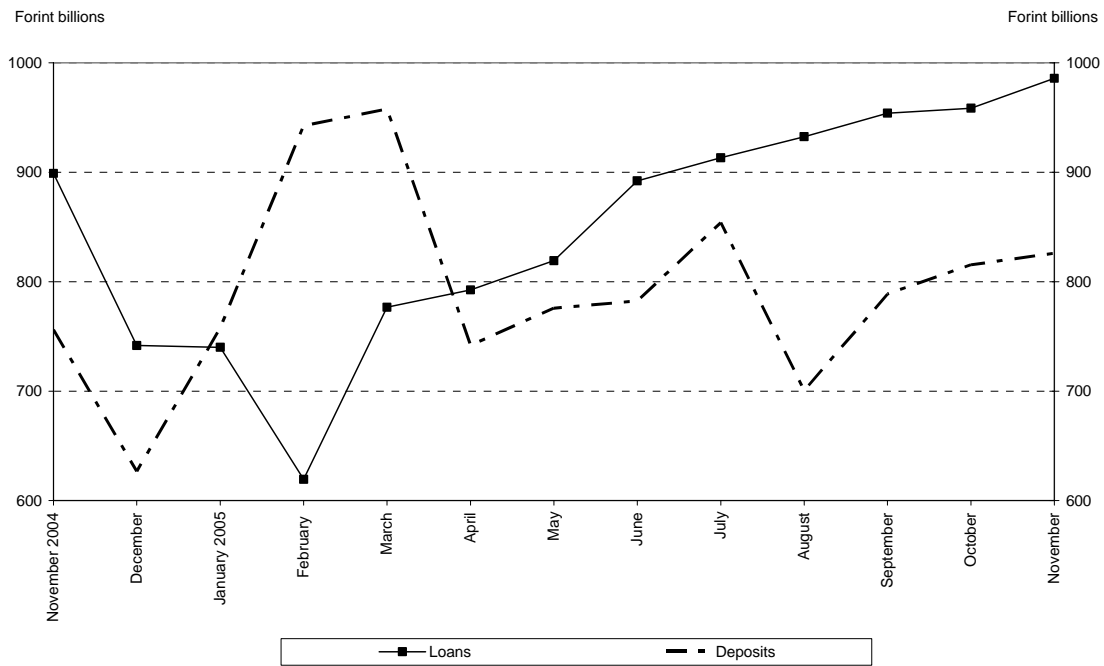
Outstanding loans to other financial corporations rose by HUF 10.1 billion in November. Loans with maturity up to one year rose by HUF 21.0 billion and those with maturity over one year fell by HUF 10.9 billion. Loans with maturity up to five years fell by HUF 22.6 billion and those with maturity over five years rose by HUF 11.8 billion. The sector's deposits with monetary financial institutions fell by HUF 79.9 billion. Overnight and current account deposits rose by HUF 15.9 billion. Time deposits and outstanding repos were down HUF 93.7 billion and HUF 2.2 billion, respectively, in comparison with October.

**Chart 8 Loans and deposits of other financial corporations**



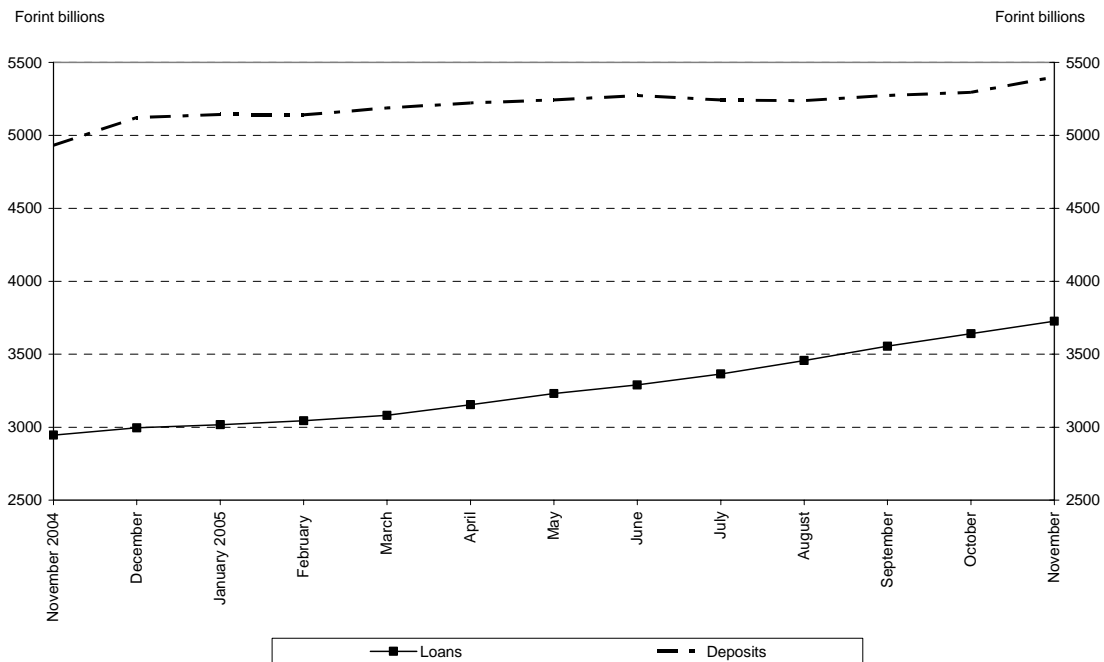
The stock of loans granted by monetary financial institutions to general government rose by HUF 27.4 billion relative to end-October. The sector's deposits with MFIs were up HUF 10.6 billion in on the preceding month: deposits of the central government rose by HUF 35.3 billion and those of the local government sub-sector fell by HUF 24.7 billion.

**Chart 9 Loans and deposits of general government**



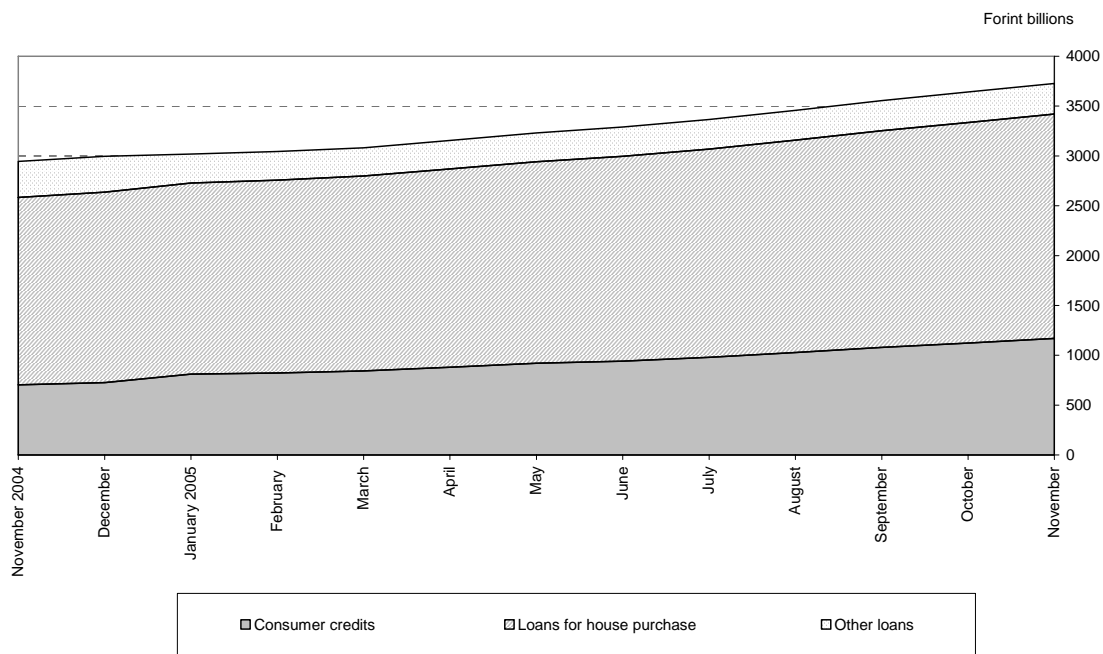
The outstanding total of loans granted by monetary financial institutions to the household sector rose by HUF 85.2 billion in November. Households' deposits with MFIs were HUF 104.7 billion higher in a one-month comparison.

**Chart 10 Loans and deposits of households**



Within loans outstanding to households, housing loans fell from 60.8% to 60.4% as a percentage of the total, the stock of loans rising by HUF 38.6 billion. Consumer credit edged up from 30.8% to 31.4% as a proportion of the total, the outstanding amount of consumer credit increasing by HUF 46.9 billion. Other loans to the household sector fell by HUF 0.3 billion in the month under review.

**Chart 11 Loans to households**

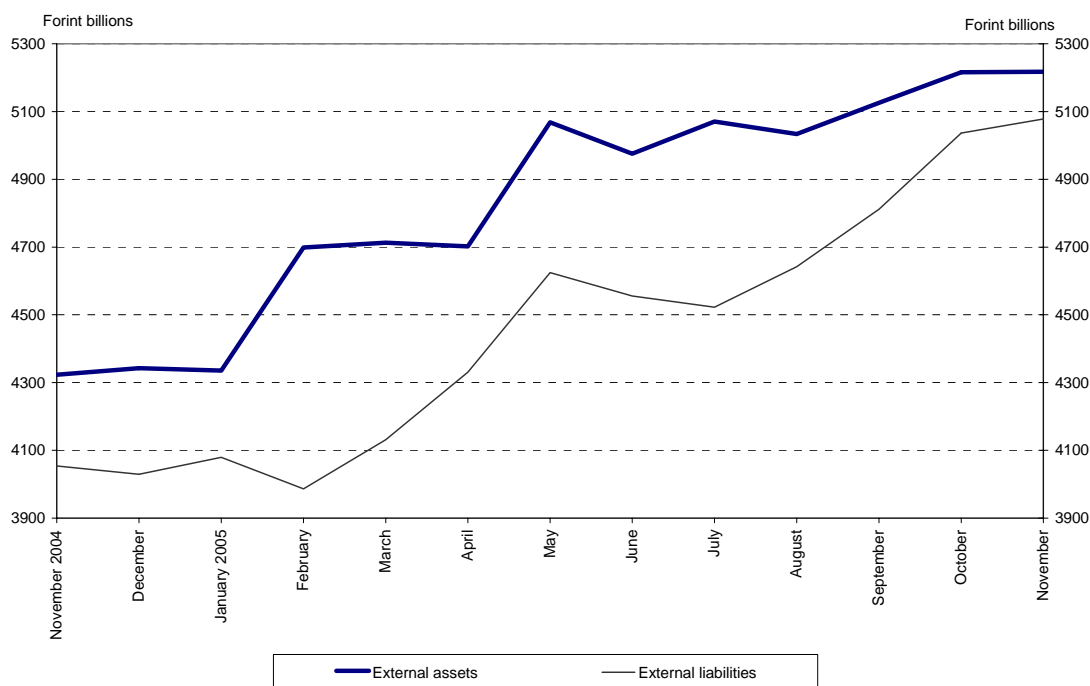


Net assets of monetary financial institutions vis-à-vis non-residents were HUF 39.6 billion lower in November than in October. MFIs' external assets and liabilities respectively rose by HUF 1.7 billion and HUF 41.3 billion.

Assets of the central bank vis-à-vis non-residents fell by HUF 44.6 billion, its liabilities rising by HUF 8.4 billion relative to the preceding month. As a result, the sector's net external assets fell by HUF 52.9 billion.

Net assets of other monetary financial institutions vis-à-vis non-residents rose by HUF 13.3 billion. The sector's external assets and liabilities were up HUF 46.2 billion and HUF 32.9 billion, respectively, on October.

Chart 12 External assets and liabilities



### Methodological notes to the press release

Ensuring comparability of data over different periods requires eliminating seasonal variations and distortions. Consequently, the time series for the monetary aggregates are individually seasonally adjusted. Trend data are obtained from the seasonally adjusted data by eliminating outliers relating to deterministic effects and irregular components identified in the seasonal adjustment process. The annualised month-on-month growth indices in this press release are generated from trend data by dividing the trend data for the base period by that for the previous period, and by raising the quotient to the 12<sup>th</sup> power. The month-on-month growth rates derived using this method better reflect developments of the most recent period than year-on-year growth indices.

Percentages and ratios are calculated from data before rounding. The sums of sub-totals may not add to total due to rounding.

*The data underlying this press release are available on the MNB's website at [http://english.mnb.hu/Resource.aspx?ResourceID=mnbfiler&resourcename=0708\\_monstatpubl\\_en.xls](http://english.mnb.hu/Resource.aspx?ResourceID=mnbfiler&resourcename=0708_monstatpubl_en.xls).*

**MAGYAR NEMZETI BANK**  
STATISTICS DEPARTMENT