

PRESS RELEASE

**Household and non-financial corporate sector interest rates:
October 2011¹**

According to seasonally unadjusted data, new business volumes of forint housing loans and general purpose mortgage loans to households fell in October 2011. New business of non-financial corporations' euro deposits declined significantly.

In October 2011, the average APRC on new forint-denominated housing loans and general purpose mortgage loans to the household sector remained unchanged.

New business volumes of forint-denominated housing loans and general purpose loans to households fell in the month.² New business of forint-denominated housing loans and general purpose loans contain new volumes of forint debt consolidation loans related to early repayments of foreign currency loans. The value of loans for debt consolidation was HUF 2.3 billion at the end of October. New business volume of new forint-denominated personal loans also fell relative to September.

On the deposit side, monthly average interest rates on households' forint and euro deposits remained unchanged. New business volumes of forint and euro deposits fell relative to the previous month.

Table1

Households	Average interest rates on new business ² (percentage points)			New business volumes (HUF billions: non-seasonally adjusted data)		
	Oct 2011	Month-on month change	Oct 2010	Oct 2011	Sep 2011	Oct 2010
Forint housing loans ¹	10,29	-0,06	9,80	15,90	17,28	16,66
Forint general purpose mortgage loans ¹	12,62	0,09	10,29	5,49	5,71	10,35
Forint personal loans ¹	30,83	0,05	31,02	7,17	9,14	8,43
Forint deposits	5,51	0,00	4,43	897,32	974,74	897,56
Euro deposits with agreed maturity up to 1 year	2,47	-0,05	1,83	161,10	186,93	243,52

1) Loans with floating rate and up to 1 year initial rate fixation

2) The table contains the average APRC for loans

¹ New loans to households and non-financial corporations do not include restructured loans. Similarly, the effects of government bridging loans are eliminated from the values of new housing loans and general purpose loans to households. (For more details, see the methodological notes.)

² Act XC of 2010, which prohibits banks from registering a mortgage under a foreign currency loan, entered into force on 14 August 2010. This has been reflected in a decline in foreign currency lending. The greater-than-zero amount of new foreign currency lending is explained by the opportunity to redenominate foreign currency loans disbursed earlier or transfer of debt. (For more details, see the methodological notes.)

The average APRC on forint loans to the non-financial corporate sector of up to and over the equivalent of EUR 1 million fell slightly. The average APRC on euro loans to the non-financial corporate sector of up to and over the equivalent of EUR 1 million rose relative to the previous month.

New business volume of forint loans to the non-financial corporate sector of up to the equivalent of EUR 1 million remained unchanged and that of euro loans of up to the equivalent of EUR 1 million fell slightly. New volume of forint loans of over the equivalent of EUR 1 million fell significantly from the sharp increase due to intra-group transactions in the previous month. New business volume of euro loans of over the equivalent of EUR 1 million fell.

Monthly average interest rates on non-financial corporations' forint deposits remained unchanged relative to September and those on euro deposits fell slightly. New business volume forint deposits fell slightly and that of new euro deposits declined significantly.

Table2

Non-financial corporations	Average interest rates on new business ² (percentage points)			New business volumes (HUF billions: non-seasonally adjusted data)		
	Oct 2011	Month-on month change	Oct 2010	Oct 2011	Sep 2011	Oct 2010
Forint loans up to 1 million EUR ¹	8,87	-0,18	8,60	63,21	63,28	69,82
Euro loans up to 1 million EUR ¹	4,85	0,38	4,11	23,49	26,62	18,69
Forint loans over 1 million EUR ¹	7,60	-0,10	7,02	57,94	196,68	77,82
Euro loans over 1 million EUR ¹	4,05	0,36	3,78	56,78	71,56	64,21
Forint deposits	5,48	-0,06	4,72	1752,14	1852,11	1719,05
Euro deposits with agreed maturity up to 1 year	1,83	-0,09	1,42	687,34	798,57	810,59

1) Loans with floating rate and up to 1 year initial rate fixation

2) The table contains the average APRC for loans

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The seasonally adjusted data are subject to more uncertainty than usual, due to fluctuations caused by the financial crisis.

MAGYAR NEMZETI BANK STATISTICS

One of the primary statutory duties of the Magyar Nemzeti Bank is to collect and publish statistical information. The statistical press release aims to help the reader understand the latest published data. The Quarterly Report on Inflation and the Report on Financial Stability, published periodically, contain the Bank's analyses of underlying economic processes and are accessible at www.mnb.hu.

Detailed tables: [Time series](#)

Charts: [Chart pack](#)

Notes: [Methodological notes](#)

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