

29 December 2004

PRESS RELEASE

Consolidated balance sheet of MFIs: November 2004

In November, the monetary base increased by HUF 32.1 billion to HUF 1,918.3 billion. The monthly average stock of other monetary financial institutions' current account deposits rose by HUF 2.6 billion to HUF 451.2 billion and that of overnight deposits by HUF 10.7 billion to HUF 13.2 billion. The monthly average stock of currency in circulation, at HUF 1,453.8 billion, was HUF 18.8 billion higher than in the preceding month. The annualised month-on-month growth index of the monetary base (M0), calculated from trend data, was 108.6% in the month under review.

The annualised month-on-month growth index of the narrow monetary aggregate M1, calculated from trend data, was 107.1% in November, its growth rate being 2.6 percentage points higher than in October. The annualised month-on-month growth index of M2 was 111.9%, its monthly growth rate rising by 1 percentage point in one month. The annualised month-on-month growth index of M3 was 114.8%. That reflected a 3.7 percentage point increase in the growth rate of the aggregate relative to the preceding month.

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

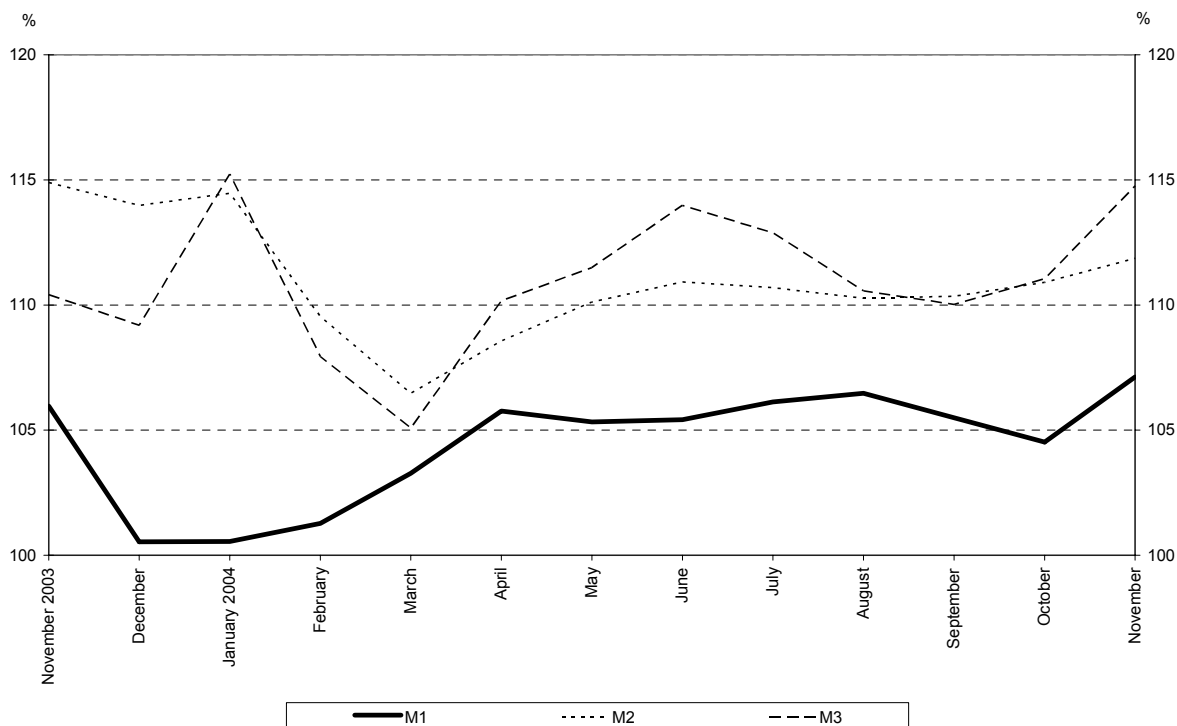


Chart 2 Developments in the monetary aggregates

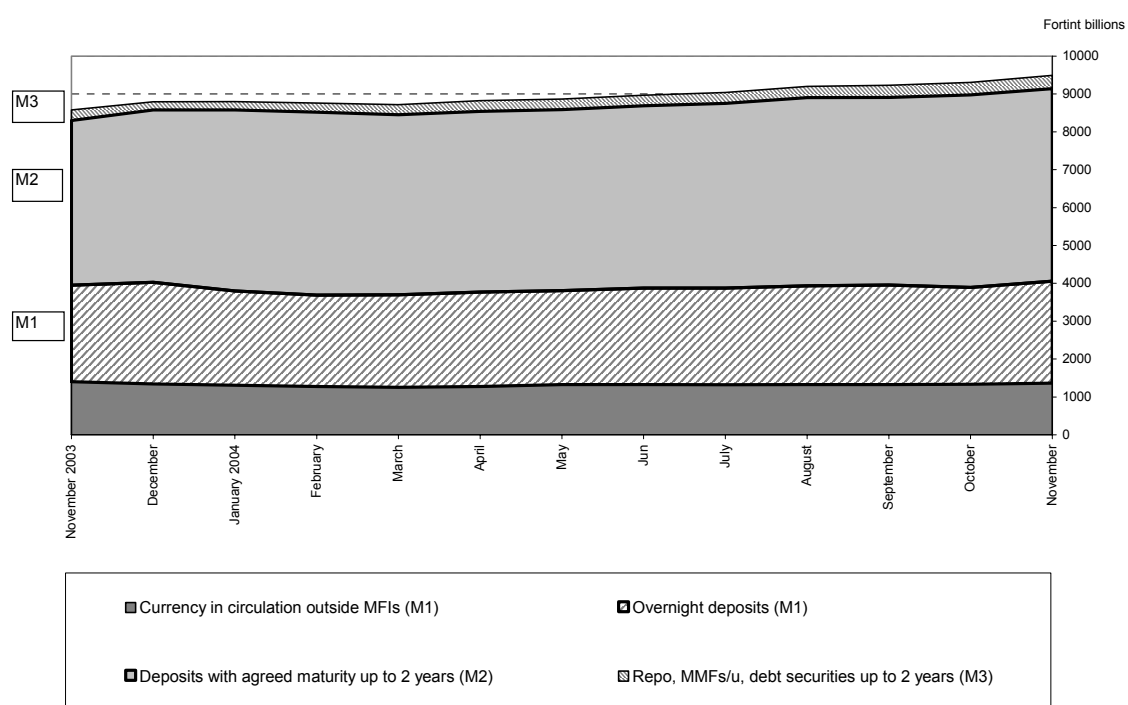
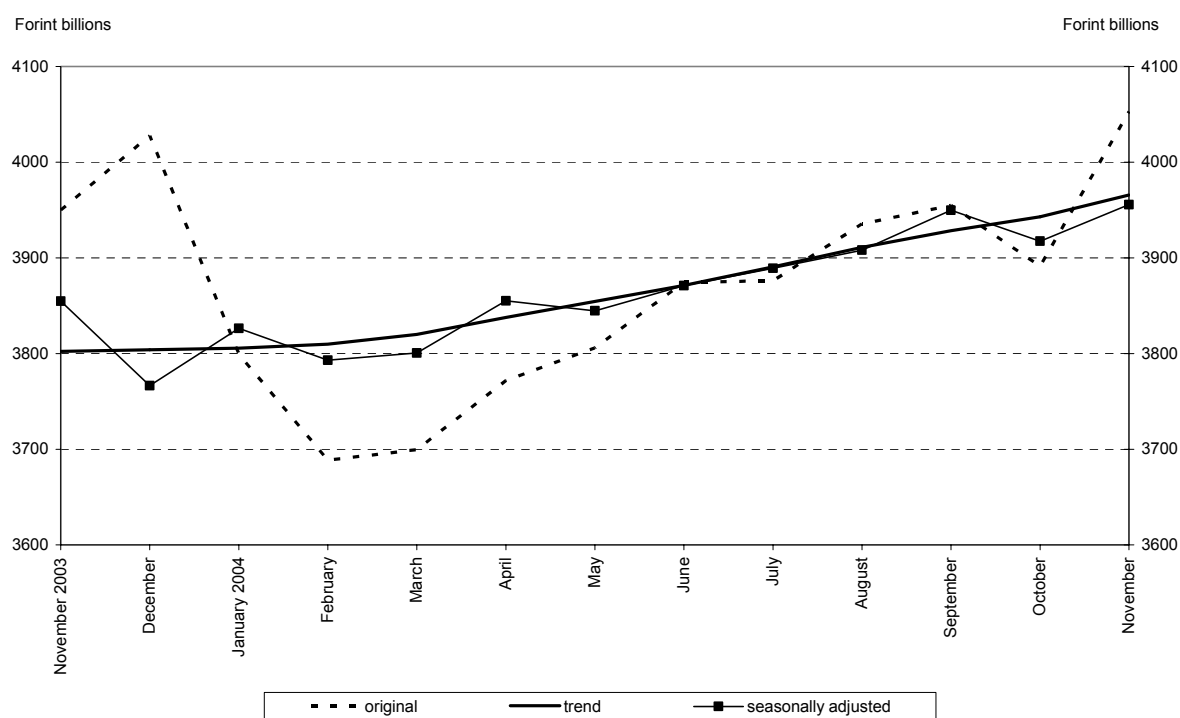
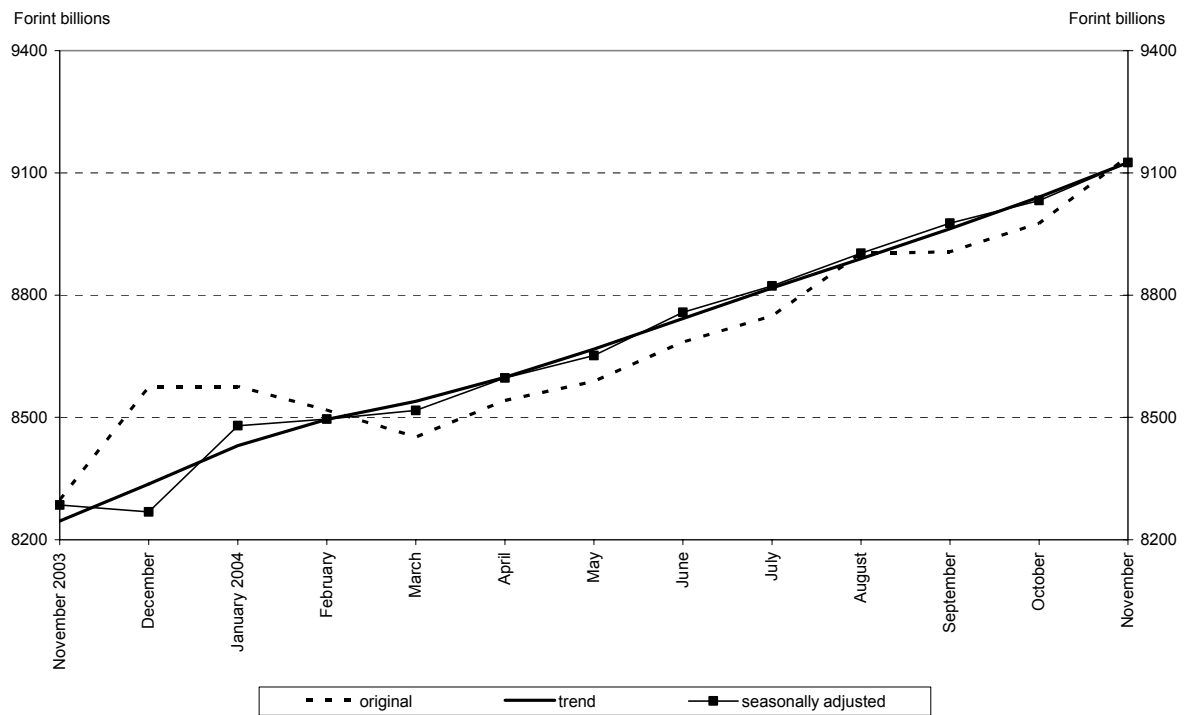


Chart 3 M1



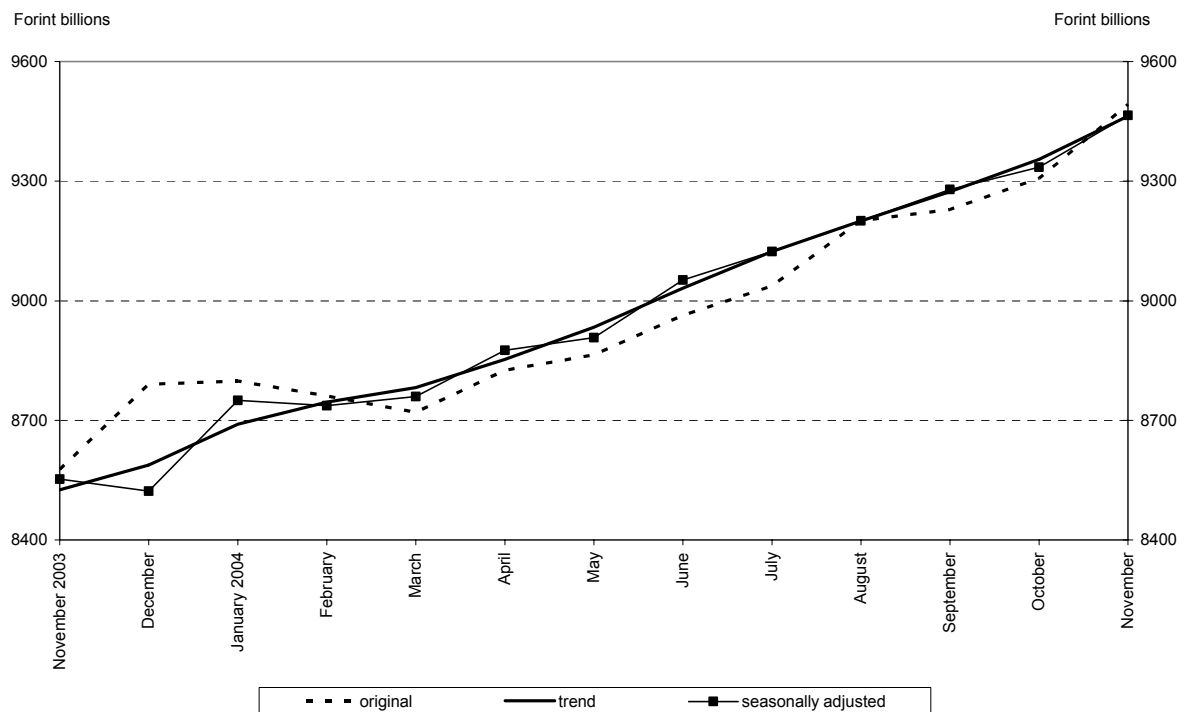
Note: The trend data do not include outliers, related to one-off effects and identified in seasonal adjustment.

Chart 4 M2



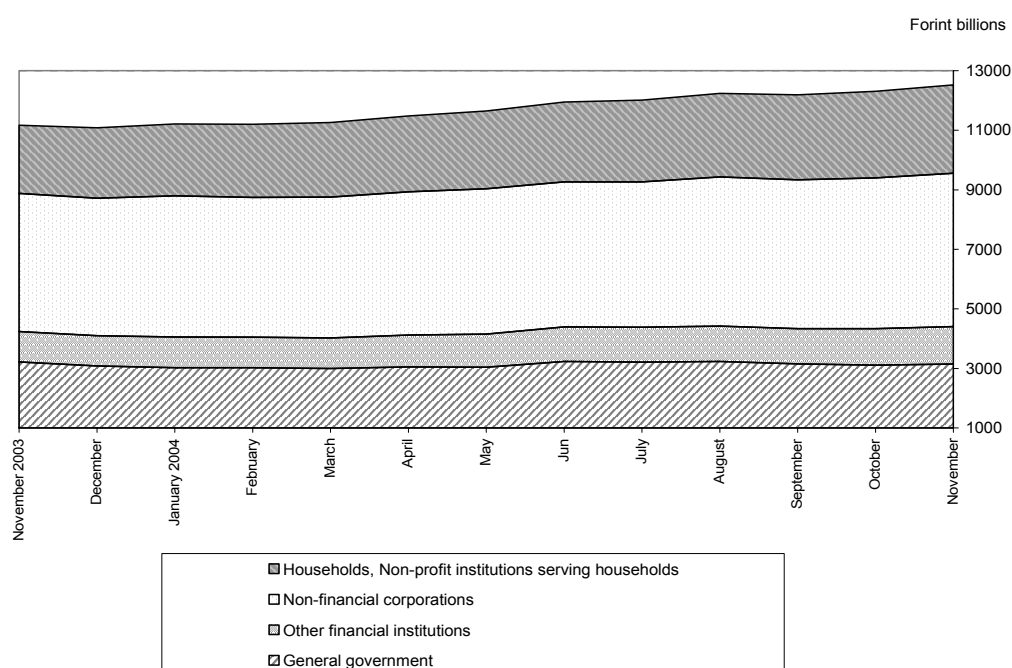
Note: The trend data do not include outliers, related to one-off effects and identified in seasonal adjustment.

Chart 5 M3



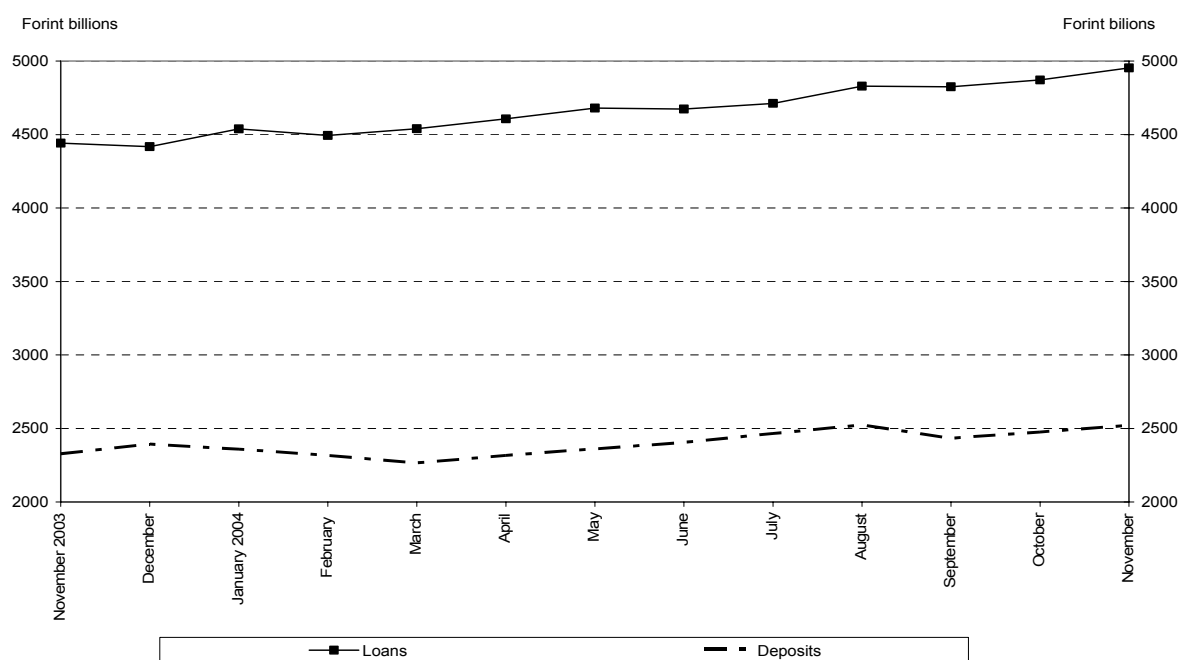
Note: The trend data do not include outliers, related to one-off effects and identified in seasonal adjustment.

Chart 6 Outstanding domestic loans



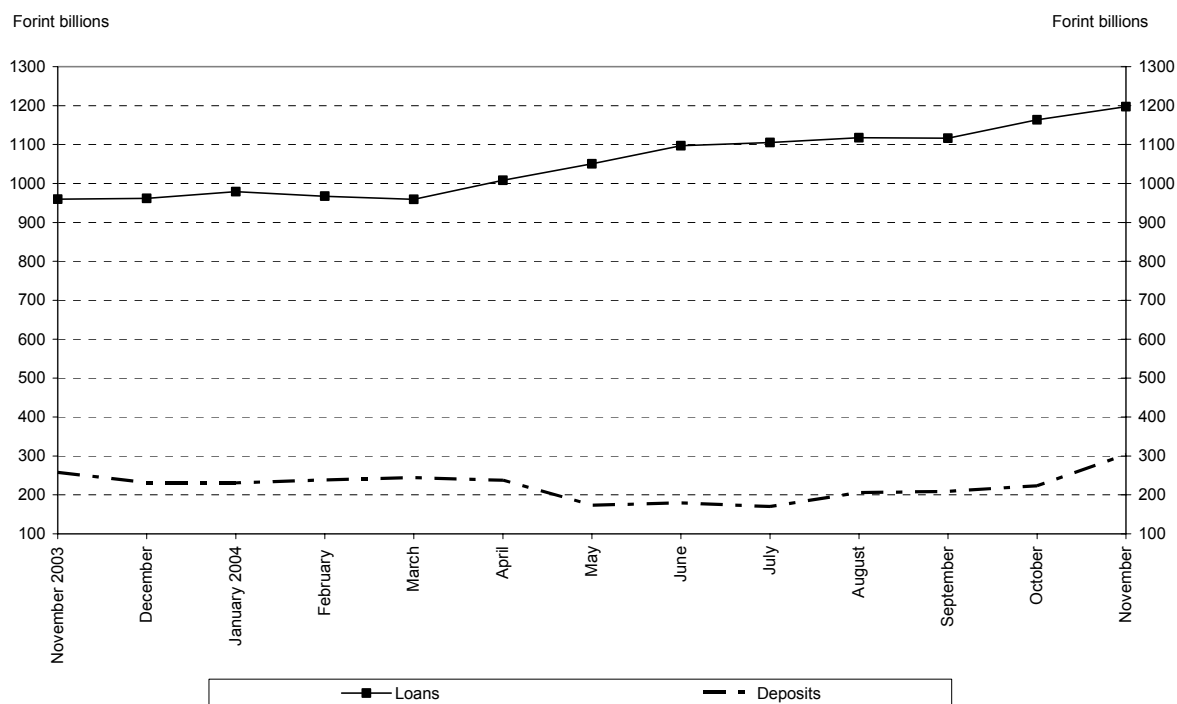
The stock of loans granted by monetary financial institutions to non-financial corporations rose by HUF 81.1 billion in November: outstanding short and long-term loans were HUF 42 billion and HUF 39.1 billion higher respectively relative to October. Loans with maturity up to 5 years increased by HUF 3.5 billion and those with maturity over 5 years by HUF 35.5 billion. The sector's deposits with MFIs were up HUF 46 billion on October: overnight and current account deposits rose by HUF 113.6 billion and deposits with agreed maturity up to one year fell by HUF 67.3 billion, accompanied by slight falls in deposits with agreed maturity over one year and outstanding repos.

Chart 7 Non-financial corporations' loans and deposits



In November, the stock of deposits of other financial corporations with monetary financial institutions was up by HUF 79.9 billion. Outstanding loans to the sector rose by HUF 33.7 billion. Overnight and current account deposits, time deposits and outstanding repos rose by HUF 16.1 billion, HUF 58.9 billion and HUF 5 billion respectively. Loans with maturity up to one year and those with maturity over five years were higher by HUF 12.4 billion and HUF 64.1 billion respectively in one month. By contrast, loans with maturity over to five years fell by HUF 42.8 billion.

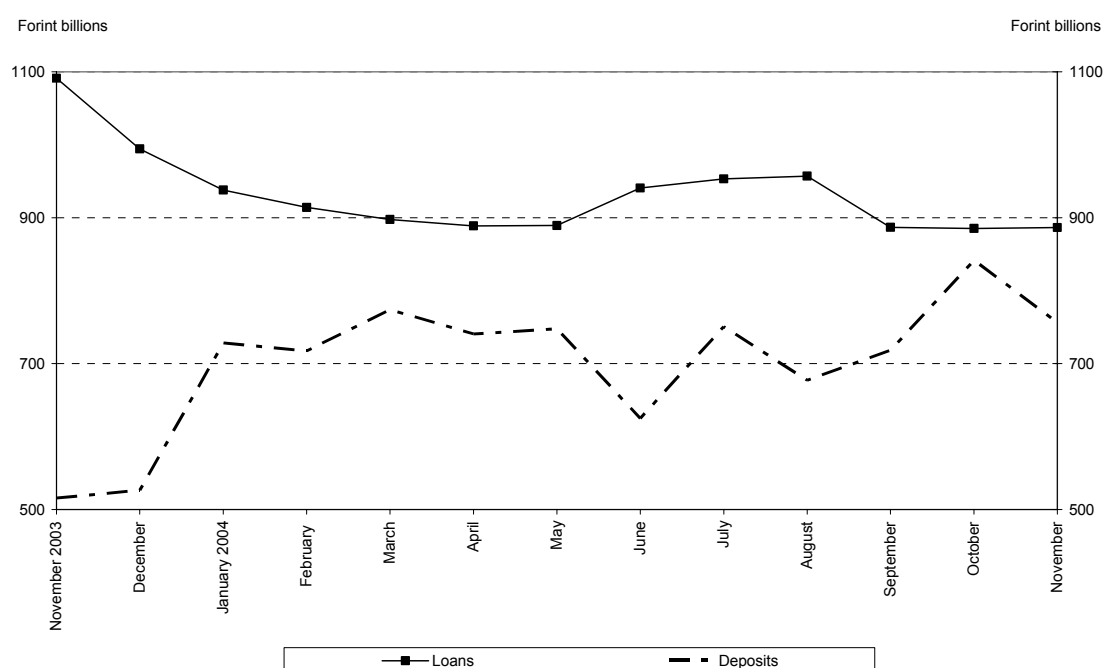
Chart 8 Loans and deposits of other financial corporations



Deposits of general government with MFIs fell by HUF 85.4 billion in one month. That reflected an a decline of HUF 79.4 billion in deposits of the central government and one of HUF 6 billion in those of the local government sub-sector.

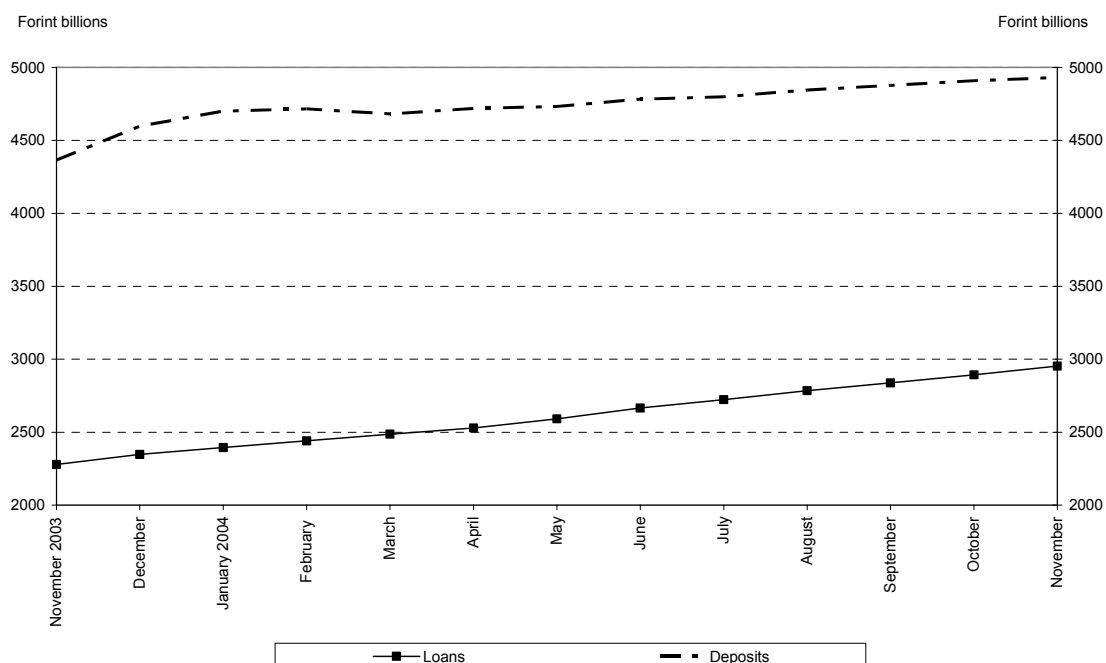
The stock of loans granted by monetary financial institutions to general government rose by HUF 1.1 billion to end-November.

Chart 9 Loans and deposits of general government



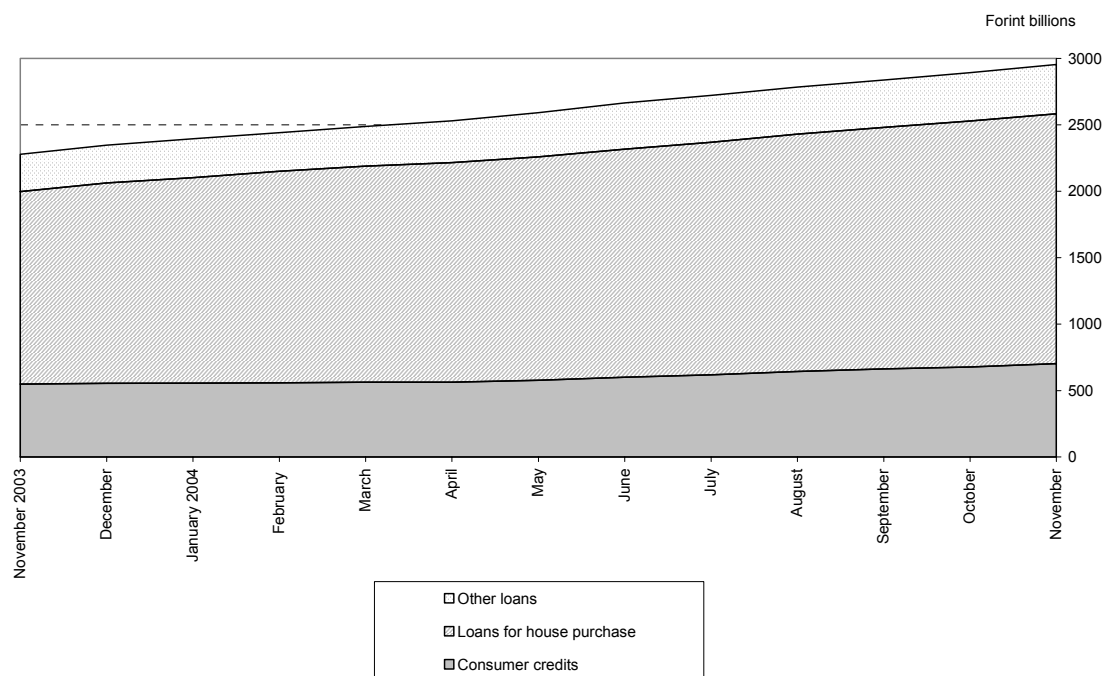
Households' deposits with MFIs were HUF 22.7 billion higher than in the preceding month. The outstanding total of loans granted by monetary financial institutions to the sector increased by HUF 60.2 billion.

Chart 10 Loans and deposits of households



Within loans outstanding to households, housing loans fell from 64% to 63.7% as a percentage of the total, their stock rising by HUF 29.7 billion. Consumer credit rose from 23.4% to 23.8% as a percentage of the total, its amount outstanding increasing by HUF 25.3 billion. Other loans rose by HUF 5.2 billion in the month under review.

Chart 11 Loans to households

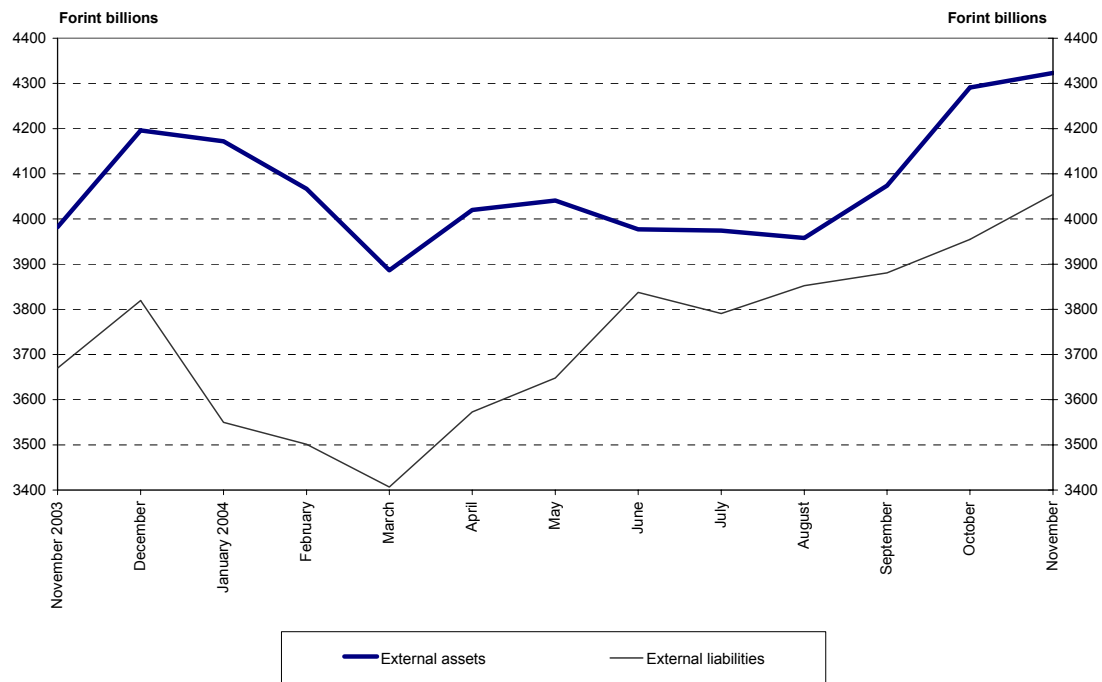


Assets and liabilities of monetary financial institutions vis-à-vis non-residents were HUF 32.1 billion and HUF 99.3 billion higher respectively than in October. As a result, the sector's net foreign assets fell by HUF 67.2 billion in one month.

Assets of the central bank vis-à-vis non-residents rose by HUF 22.9 billion, while its liabilities to non-residents fell by HUF 14.3 billion. On balance, the sector's net foreign assets were HUF 37.1 billion higher than in the preceding month.

Net liabilities of other monetary financial institutions vis-à-vis non-residents were higher by HUF 104.3 billion in the month under review, reflecting increases of HUF 9.2 billion and HUF 113.6 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.

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