



Balance of payments and International Investment Position

2021 Q2

Text information



Summary data



Main balance of payments
statistical aggregates



Net lending (CA+KA)



Net lending (FA) by resident
sectors



Net lending (FA) by instruments



External positions by resident
sectors



External positions by
instruments



External debt positions



External debt positions by
maturity



FDI flows according to
directional principle



EU transfers



Revisions (vs previous
publication)



FDI income and positions
(annual)



FDI positions: country
breakdown (annual)



FDI positions: activity
breakdown (annual)



FDI income: COPC
(annual)

Current account balance (M EUR)

-775,0

Net lending (CA+KA) SA/GDP SA

-0,9%

Net international investment position/GDP

-49,2%



Magyar Nemzeti Bank
Statistics Portal

Published: 20 September 2021

Text information

In this publication, the Q2 2021 quarterly balance of payments and related international investment positions are published first with revisions for 2018, 2019, the four quarters of 2020 and Q1 2021. For 2020, annual data are published for the first time: actual data based on the companies' annual financial reports are available for the income on equity in 2020, which have replaced the estimates. (By 2021, the estimate has been updated considering the revised and new data.) FDI positions based on annual corporate reports broken down by immediate counterpart country and economic activity are published first for 2020, as well as the inward FDI positions by the ultimate investing economy for 2019.

Summary data

In Q2 2021, Hungary's seasonally adjusted net borrowing (i.e. the combined deficit on its current and capital accounts) amounted to EUR 356.3 million, equal to -0.9 % of quarterly GDP. The unadjusted deficit reached EUR 318.6 million. The seasonally adjusted current account deficit is EUR 572,4 million, while the unadjusted deficit reached EUR 775.0 million. The seasonally adjusted capital account balance is EUR 533.8 million, while the unadjusted value is amounted to EUR 456.4 million. Net lending of the Hungarian economy calculated on annual basis increased in the four quarters to Q2 2021.

Hungary's net foreign debt, excluding FDI debt instruments, amounted to EUR 17.2 billion at the end of June 2021 (12.1 as a percentage of GDP in the last four quarters). The net external debt increased by EUR 5.4 billion compared to the previous quarter. Of this, about EUR 3 billion is due to the reclassification of the unallocated gold account to gold bullion. As according to the international methodology gold bullion remains an asset in IIP, but cannot be considered as a debt-creating asset, so it is not the part of the net external debt.

The Central Bank's reserve assets amounted to EUR 30.8 billion at the end of June 2021. In the second quarter, the level of the reserves decreased by EUR 1.2 billion compared to the previous quarter.

Seasonally adjusted net lending (CA+KA)

In Q2 2021 of the components of net borrowing the exports and imports of goods increased further, however the growth of imports exceeded that of the exports. Thus, there was a deficit in the trade in goods. Seasonally adjusted exports amounted to EUR 25.3 billion, imports to EUR 26.0 billion, and the trade deficit reached to EUR 231.0 million in the second quarter. The seasonally adjusted surplus of services increased with travel reaching EUR 568.2 million and non-travel services reaching EUR 770.1 million. The seasonally adjusted deficit of primary income was EUR 1,146.9 million seasonally adjusted, while the deficit of secondary income was EUR 456.4 million.

The seasonally adjusted capital account balance is EUR 533.8 million. The bulk of the capital account comes from capital transfers from the EU.

Net lending (FA)

By resident sectors

In Q2 2021, net assets showed a decrease of EUR 1,403.2 million (net inflow). General government sector (EUR 1,341.2 million) and other sectors (EUR 506.8 million) have recorded an increase in their net external assets, while Central Bank (EUR 2,001.2 million) and other monetary institutions (EUR 1,250.0 million) have decreased their net external assets.

By instruments

In terms of instruments, net assets of FDI increased by EUR 69.0 million, with the increase of assets by EUR 403.5 million and that of liabilities by EUR 334.5 million. The net portfolio investment increased by EUR 1,438.5 million with the increase of assets of EUR 487.1 million and the decrease of liabilities of EUR 951.4 million. The decrease in net assets of the financial derivatives was EUR 2.7 million. The other investment decreased by EUR 1,716.4 million with the increase of assets by EUR 720.9 million and that of liabilities by EUR 2,437.3 million. Reserve assets transactions decreased by EUR 1,191.5 million in Q2 2021.

Text information

FDI flows according to directional principle

In the second quarter of 2021 the net outflows of direct investments were EUR 69.0 million: FDI abroad increased by EUR 173.5 million and FDI in Hungary by EUR 104.5 million. Capital in transit and asset portfolio restructuring transaction was not identified in this quarter.

Within FDI abroad, equity investment increased by EUR 69.7 million, while the reinvested earnings by EUR 8.9 million. Debt instruments showed a net increase in assets of EUR 94.8 million.

In the case of FDI in Hungary, the equity decreased by EUR 464.9 million and reinvested earnings decreased by EUR 92.8 million too, while debt instruments increased the value of foreigners' investments by EUR 662.2 million.

International investments positions

In Q2 2021, the net international investment position was EUR -70.0 billion: total assets amounted to EUR 145.6 billion and total liabilities to EUR 215.6 billion. Compared to the end of the previous quarter, the level of assets increased by EUR 2.0 billion and that of liabilities by EUR 6.3 billion.

Revisions (vs previous publication)

In the current publication, the routine revision period for balance of payments statistics dates back to 2018. Data revisions firstly are based on the modified and corrected reports of respondents, secondly on the replacement of estimates by reported data (FDI income on equity and equity stock of FDI) and thirdly on data revisions of the statistics (goods, services, compensation of employees and personal transfers) provided by the HCSO.

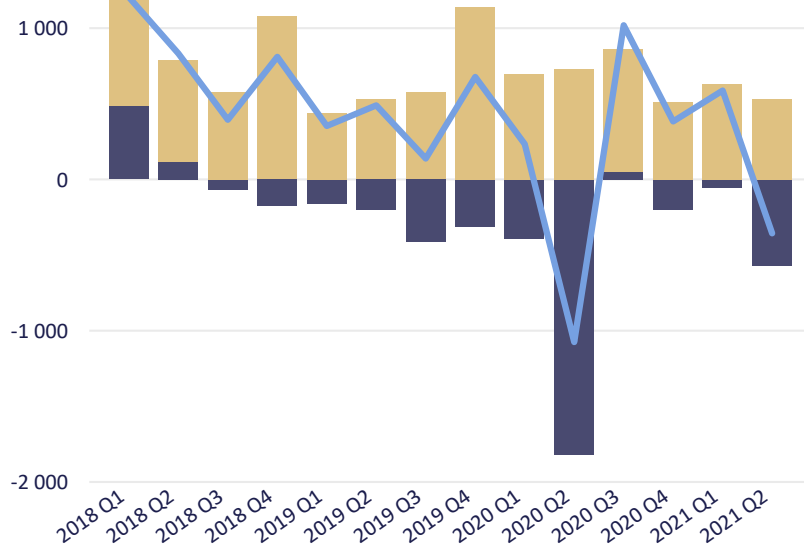
Within primary income in 2020, according to the reported data based on the companies' annual financial reports, FDI income on equity resulted in a higher deficit than previously estimated by EUR 1.5 billion. In 2021, the estimate has been updated considering revised and new factual data, also increasing the deficit in income on equity.

Net lending (CA+KA) SA/GDP SA

-0,9%

Net lending (CA+KA) (M EUR)

● Current account SA ● Capital account SA — Net lending - SA



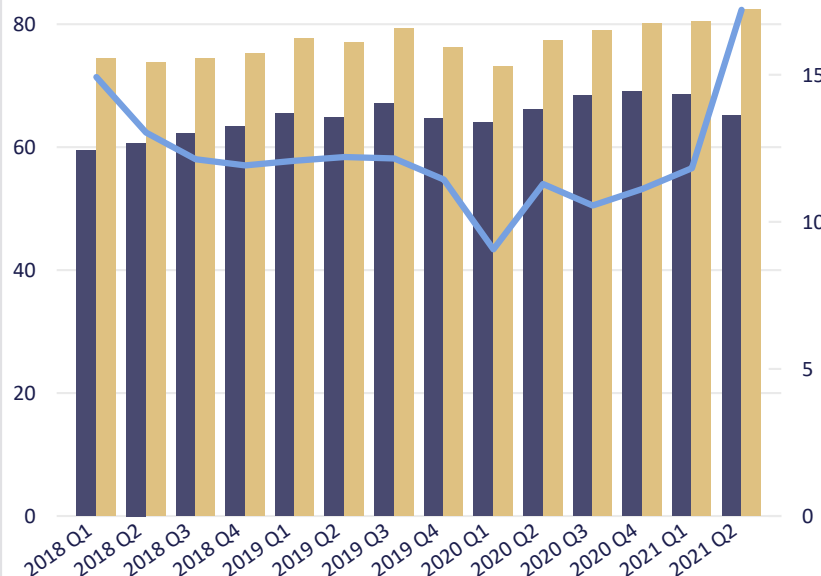
In Q2 2021, Hungary's seasonally adjusted net borrowing (i.e. the combined deficit on its current and capital accounts) amounted to EUR 356.3 million, equal to -0.9 % of quarterly GDP. The unadjusted deficit reached EUR 318.6 million. The seasonally adjusted current account deficit is EUR 572.4 million, while the unadjusted deficit reached EUR 775.0 million. The seasonally adjusted capital account balance is EUR 533.8 million, while the unadjusted value is amounted to EUR 456.4 million.

Net debt excluding FDI debt instruments (Bn EUR)

17,2

External debt excluding FDI debt instruments (Bn EUR)

● Debt assets ● Gross debt — Net debt (right scale)



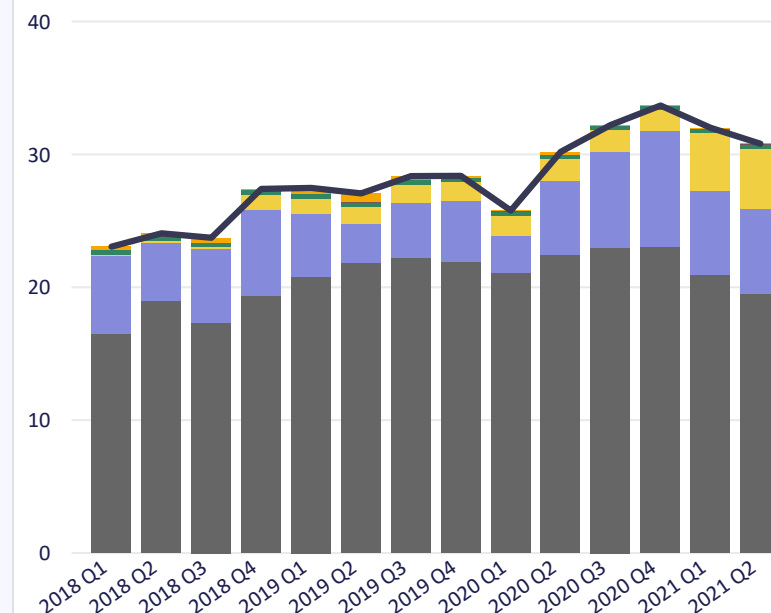
Hungary's net foreign debt, excluding FDI debt instruments, amounted to EUR 17.2 billion at the end of June 2021 (12.1 as a percentage of GDP in the last four quarters). The net external debt increased by EUR 5.4 billion compared to the previous quarter. Of this, about EUR 3 billion is due to the reclassification of the unallocated gold account to gold bullion. As according to the international methodology gold bullion remains an asset in IIP, but cannot be considered as a debt-creating asset, so it is not the part of the net external debt.

Total reserve assets (Bn EUR)

30,8

Reserve assets (Bn EUR)

● Securities ● Currency and d... ● Monetary gold ● RPF ● SDR ● Other ▶



The Central Bank's reserve assets amounted to EUR 30.8 billion at the end of June 2021. In the second quarter, the level of the reserves decreased by EUR 1.2 billion compared to the previous quarter.



Main balance of payments aggregates

Main balance of payments aggregates (M EUR)					
-	2018	2019	2020	Q1 2021	Q2 2021
▲					
1. Current account, net (1.1.+1.2.+1.3.)	216	-1 017	-2 167	177	-775
1.1. Goods and Services, net	5 800	3 403	2 342	1 826	846
1.1.1. Goods, net	-2 280	-3 687	-1 400	1 188	-529
1.1.1.A Export	88 544	92 525	89 227	25 483	25 727
1.1.1.B Import	90 824	96 212	90 626	24 296	26 256
1.1.2. Services, net	8 080	7 090	3 741	638	1 375
1.1.2.A Export	25 396	26 917	19 409	4 244	4 962
1.1.2.B Import	17 316	19 828	15 668	3 606	3 587
1.2. Primary income, net	-5 037	-3 686	-3 593	-1 261	-1 196
1.2.1. Compensation of employees, net	2 437	2 656	1 942	309	274
1.2.2. Investment income, net	-8 674	-7 484	-6 757	-1 844	-1 792
1.2.2.1. Direct investment income, net	-7 349	-6 278	-5 994	-1 651	-1 563
1.2.2.2. Portfolio investment income, net	-1 315	-1 249	-772	-179	-218
1.2.2.3. Other investment income, net	-203	-201	-212	-52	-50
1.2.2.4. Reserve assets, net	192	244	220	38	39
1.2.3. Other primary income, net	1 200	1 142	1 223	275	323
1.2.3.1. of which: EU transfers	1 200	1 142	1 223	275	323





Net lending (CA+KA)

Text information

Filter

Instruments

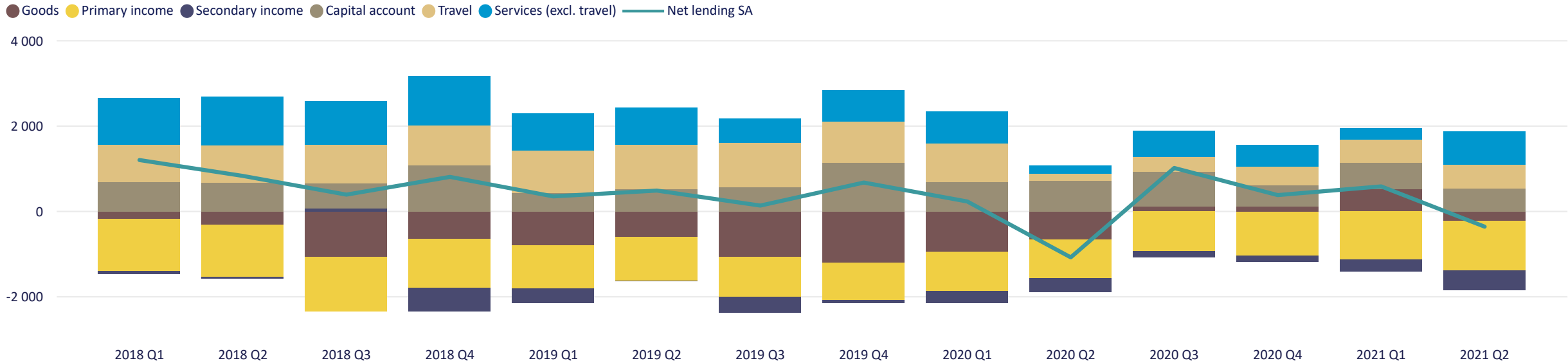
All



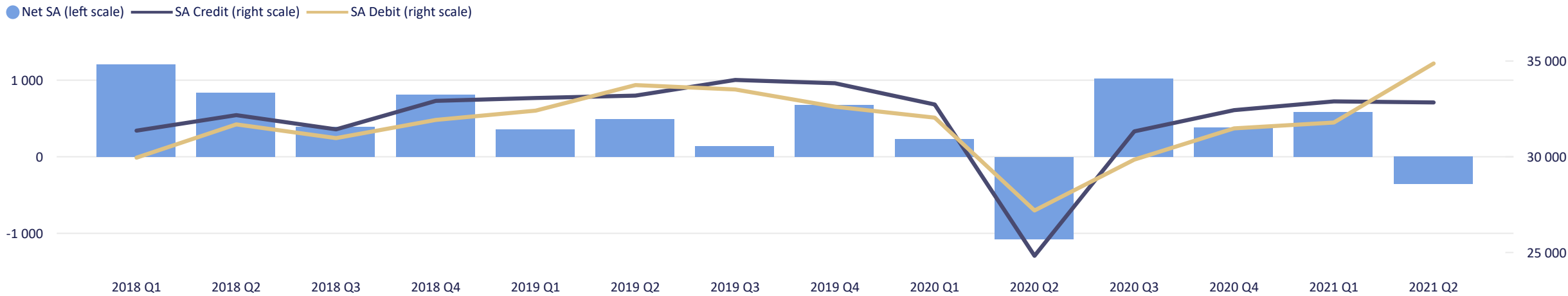
Seasonally adjusted data

Unadjusted data

Net lending (CA+KA) SA (M EUR)



Selected instruments (credit, debit, balance): Net lending (CA+KA)





Net lending (CA+KA)

Filter

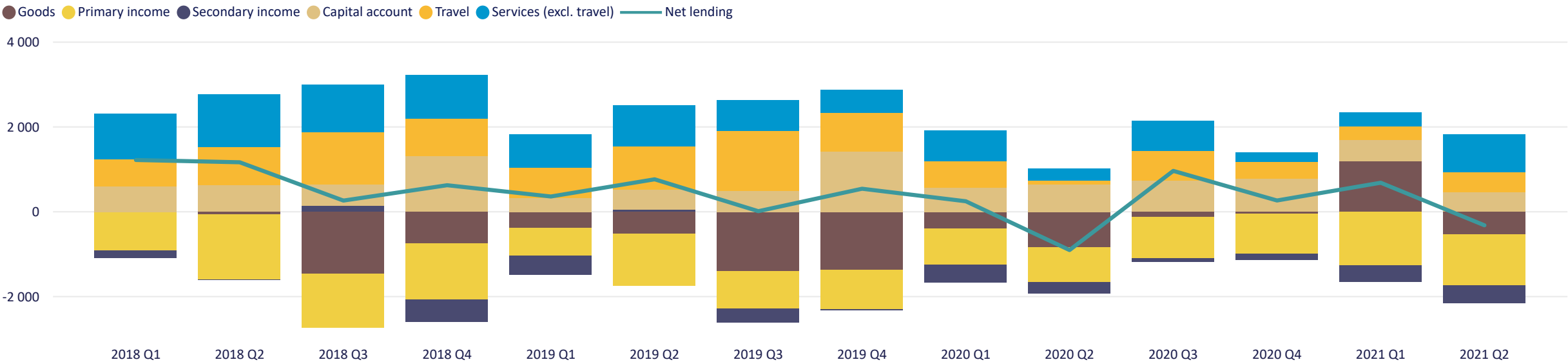
Instruments

All

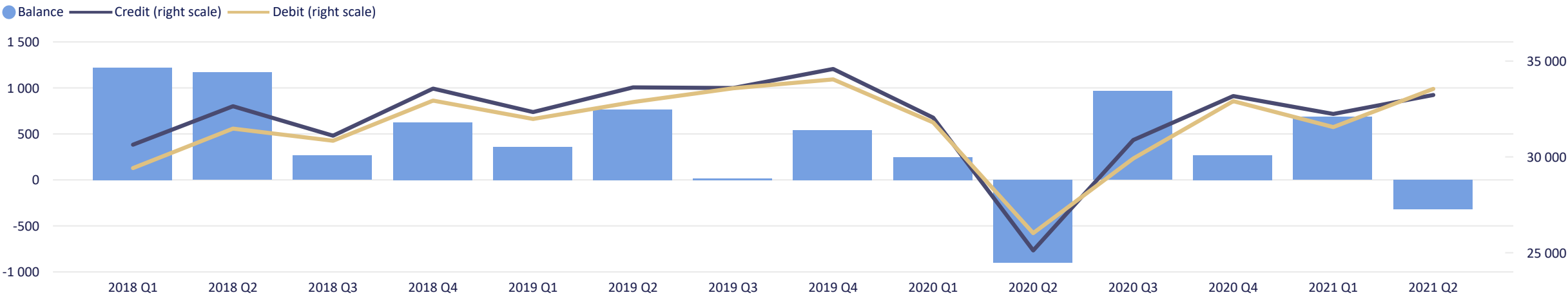
Seasonally adjusted data

Unadjusted data

Net lending (CA+KA) (M EUR)



Selected instruments (credit, debit, balance): All (Net lending (CA+KA))





Balance of payments and International Investment Position - 2021 Q2

Net lending (FA) by resident sectors

Text information

Filter

2018 Q1 - 2021 Q2

Instrument

All

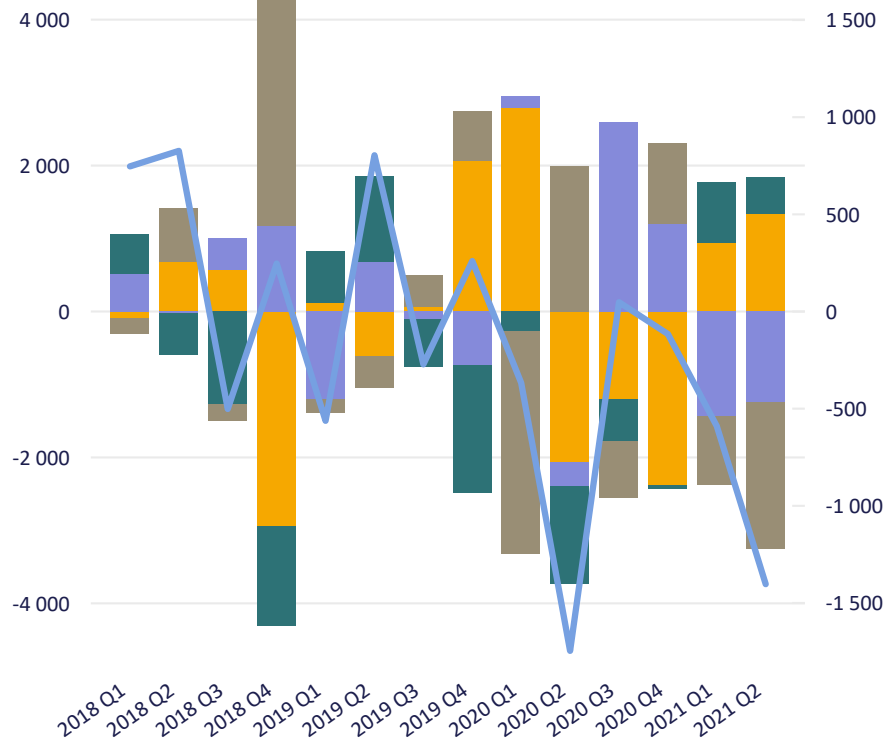


Net lending (FA) (M EUR)

-1 403,2

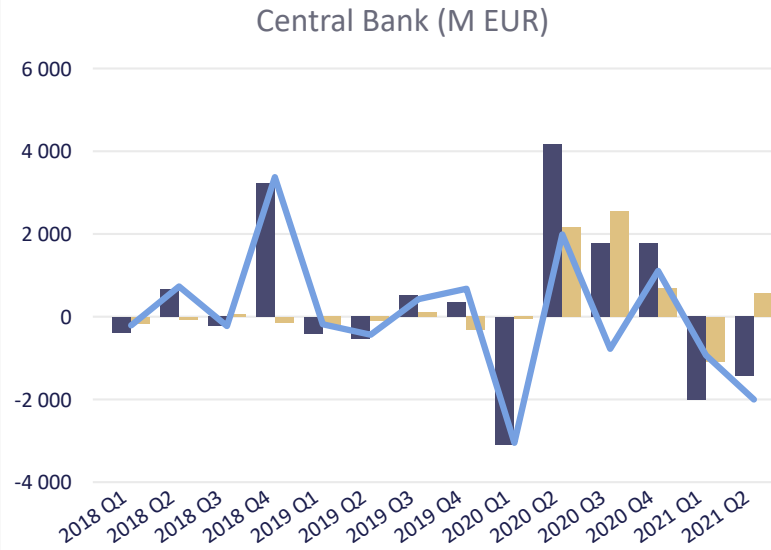
Financial account (M EUR)

General Gover... Other mone... Other sectors Central Bank Net assets (ri...

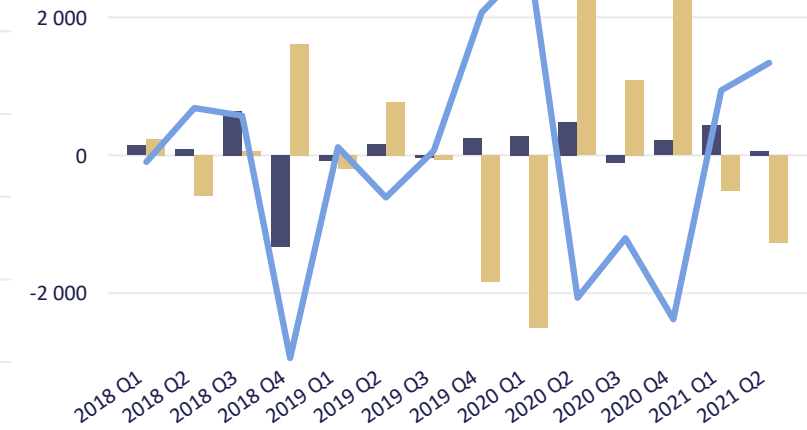


Financial account by resident sectors (M EUR)

Assets Liabilities Net assets



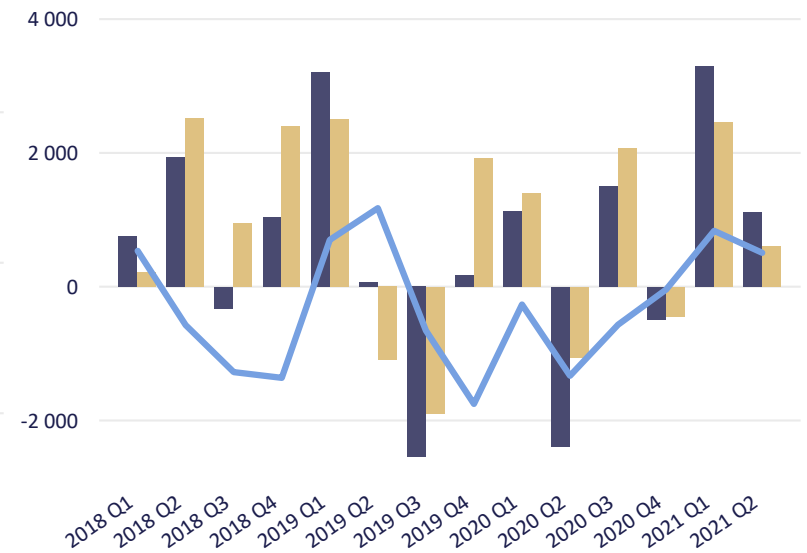
General government (M EUR)



Other monetary institutions (M EUR)



Other sectors (M EUR)





Balance of payments and International Investment Position - 2021 Q2

Net lending (FA) by instruments

Text information

Filter

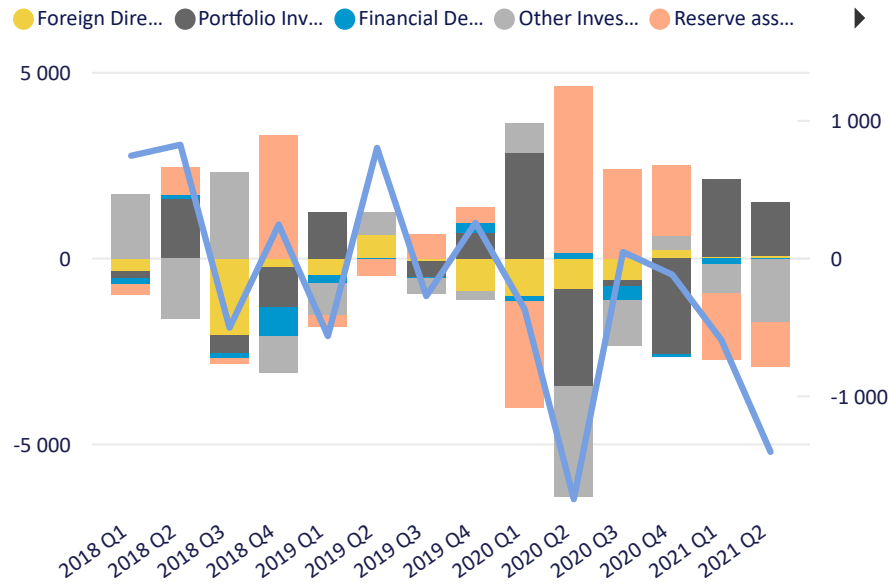
2018 Q1 - 2021 Q2

Resident sector

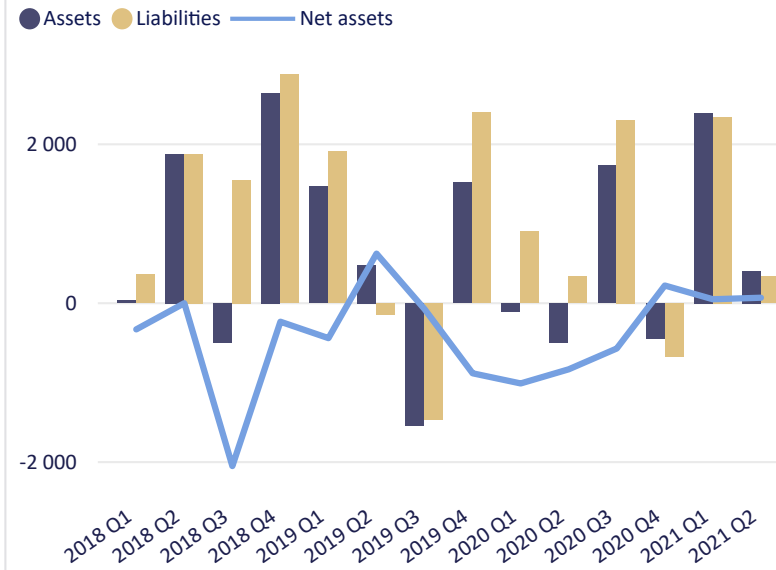
All



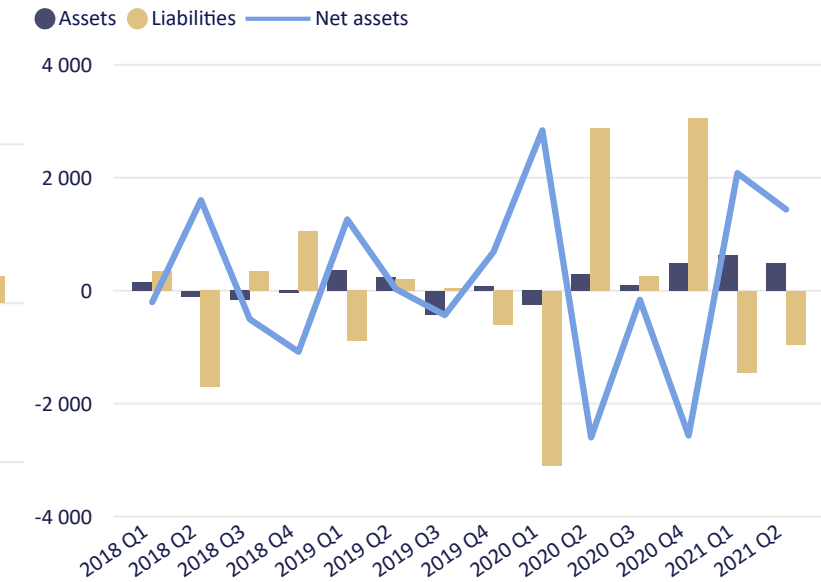
Financial account (M EUR)



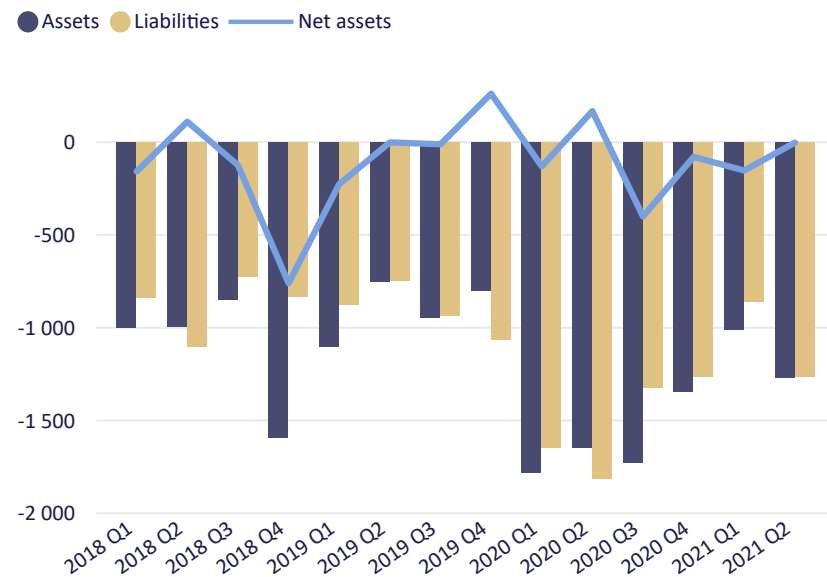
Foreign direct investment (M EUR)



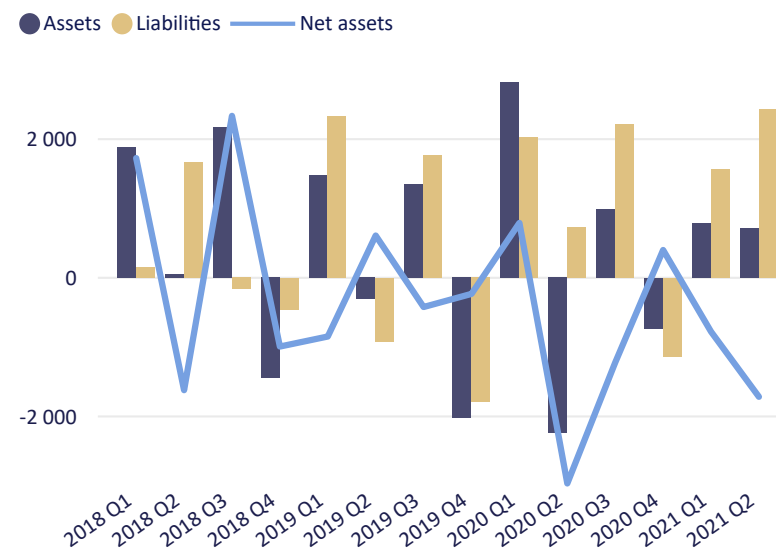
Portfolio investment (M EUR)



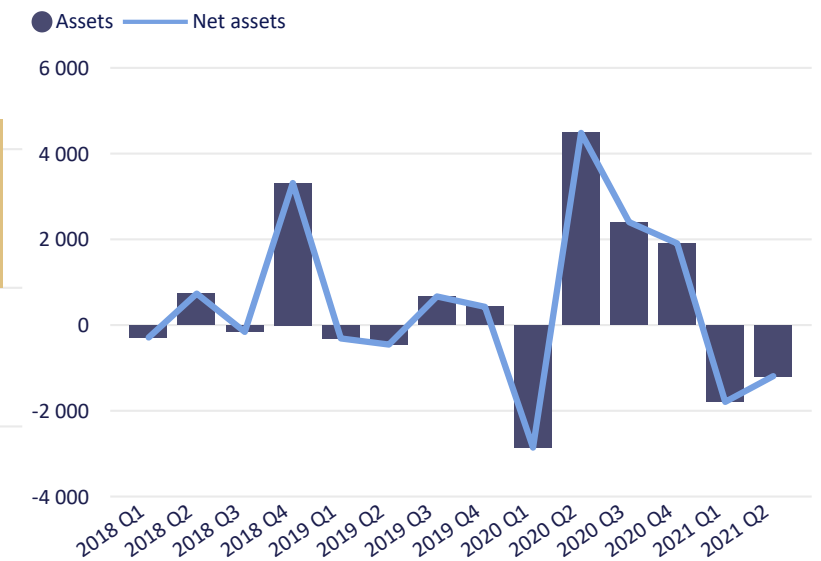
Financial derivatives (M EUR)



Other investment (M EUR)



Reserve assets (M EUR)





Balance of payments and International Investment Position - 2021 Q2

International Investment Position by resident sectors

Text information

Filter

2018 Q1 - 2021 Q2

Instrument

All



Net IIP (Bn EUR)

-70,0

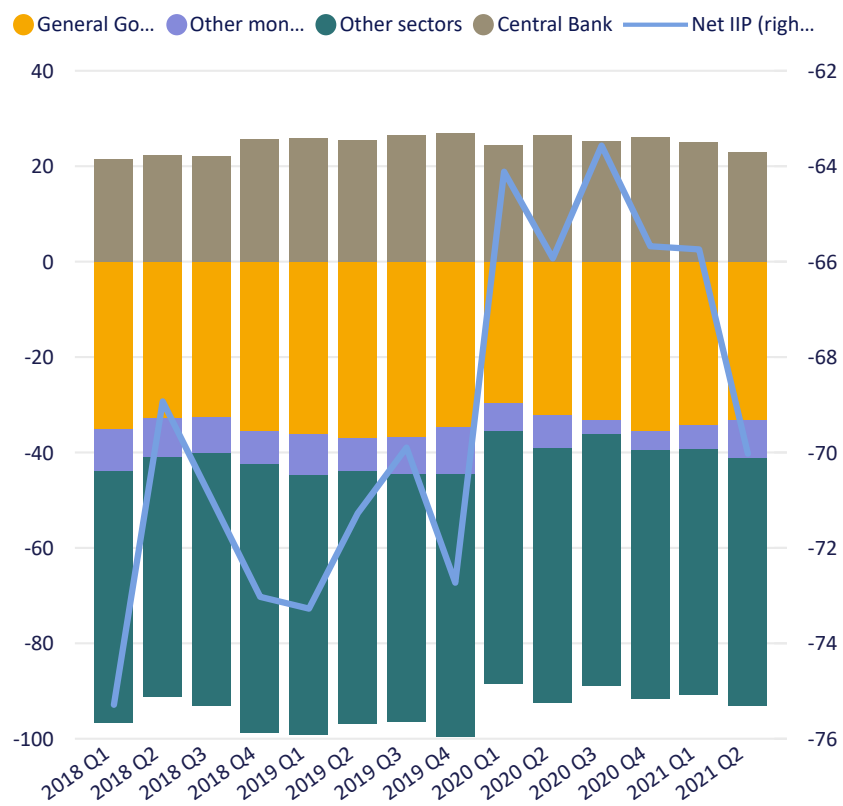
Assets (Bn EUR)

145,6

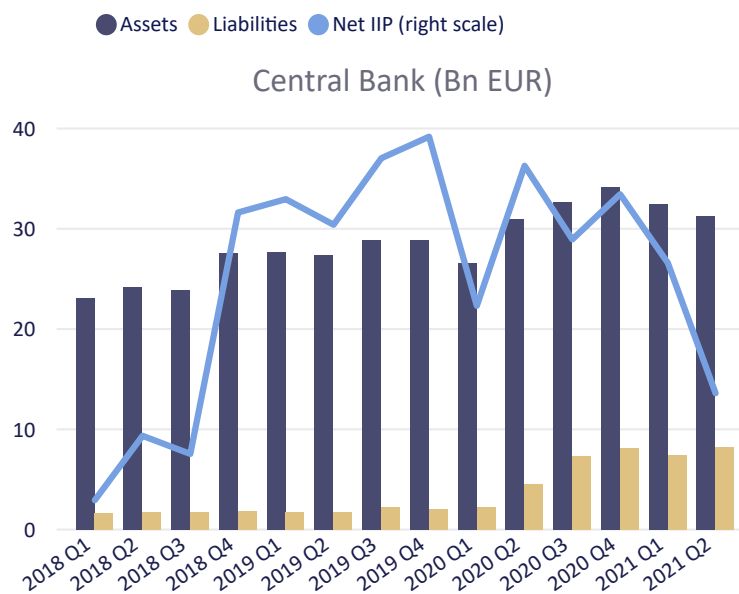
Liabilities (Bn EUR)

215,6

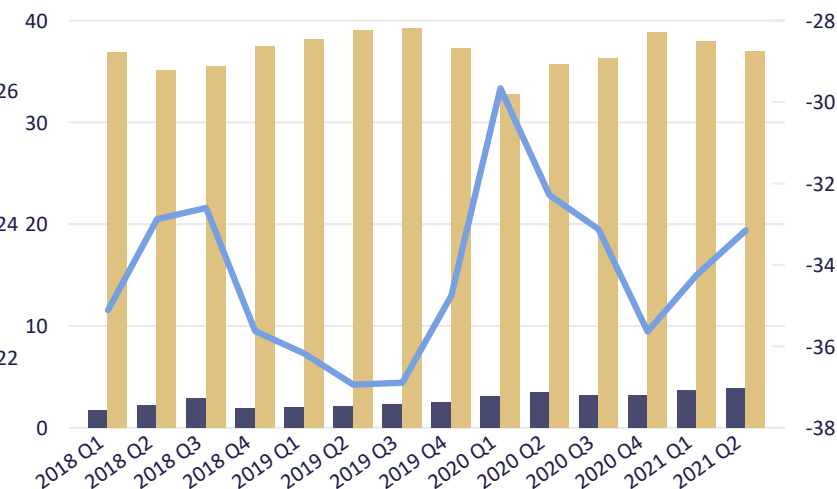
Net IIP (Bn EUR)



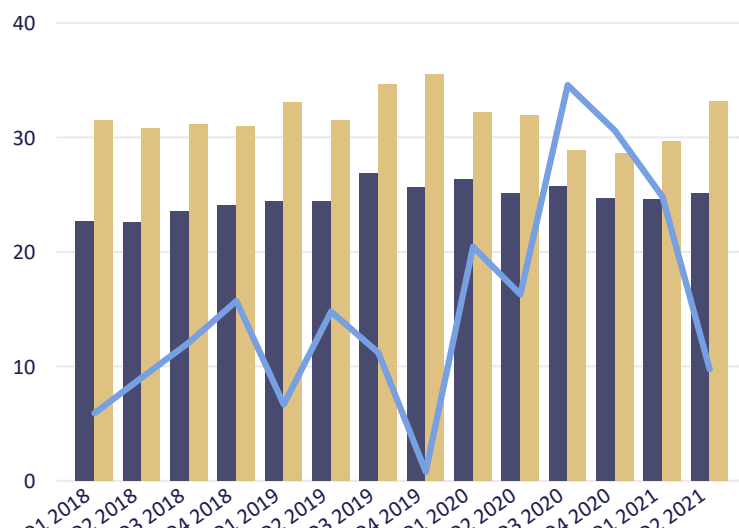
Net IIP by resident sectors



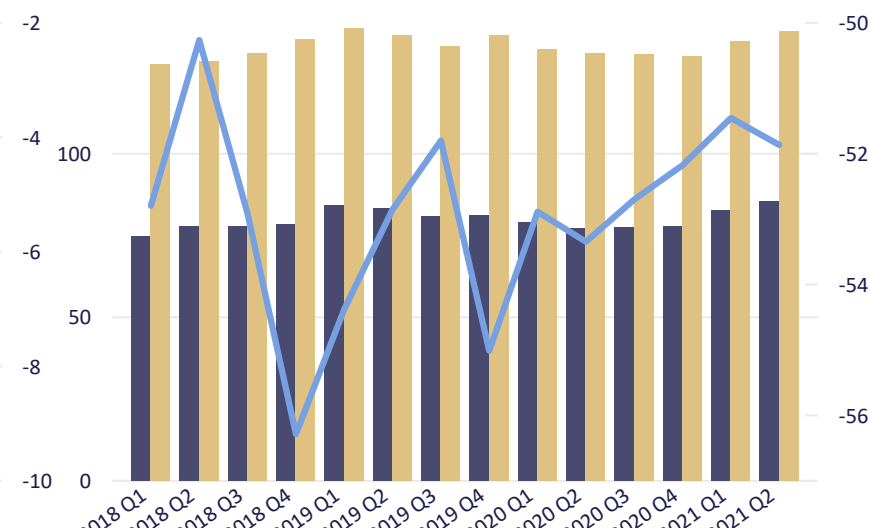
General government (Bn EUR)



Other monetary institutions (Bn EUR)



Other sectors (Bn EUR)





Balance of payments and International Investment Position - 2021 Q2

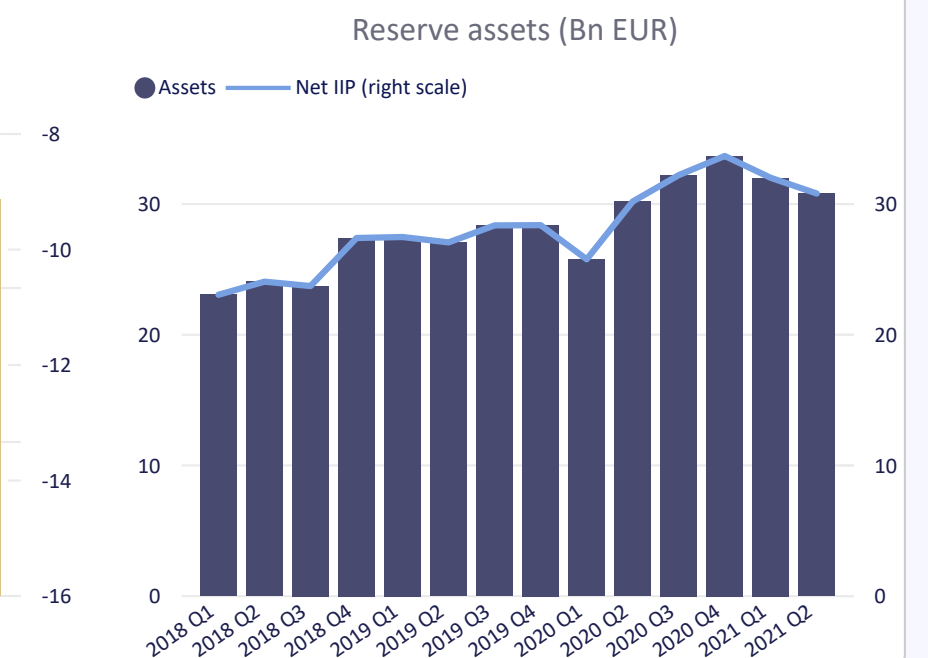
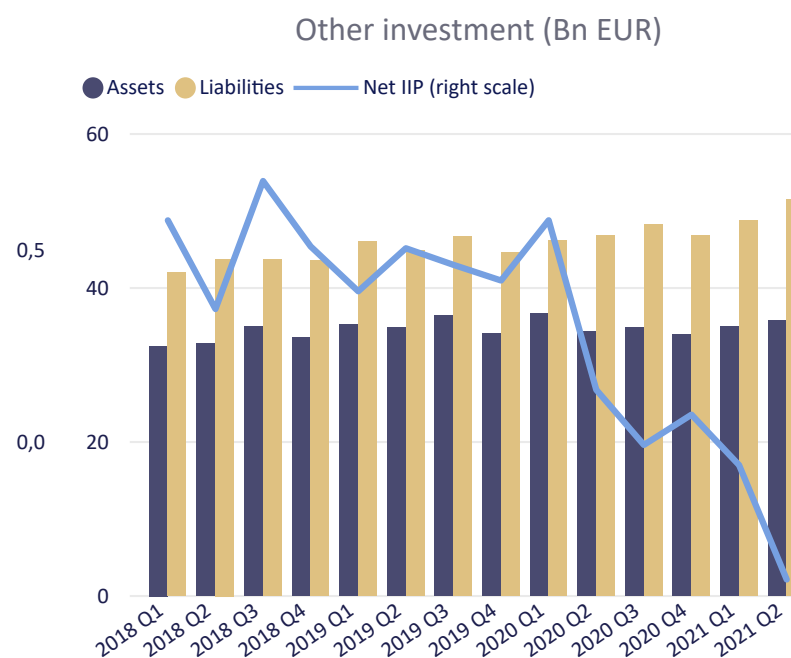
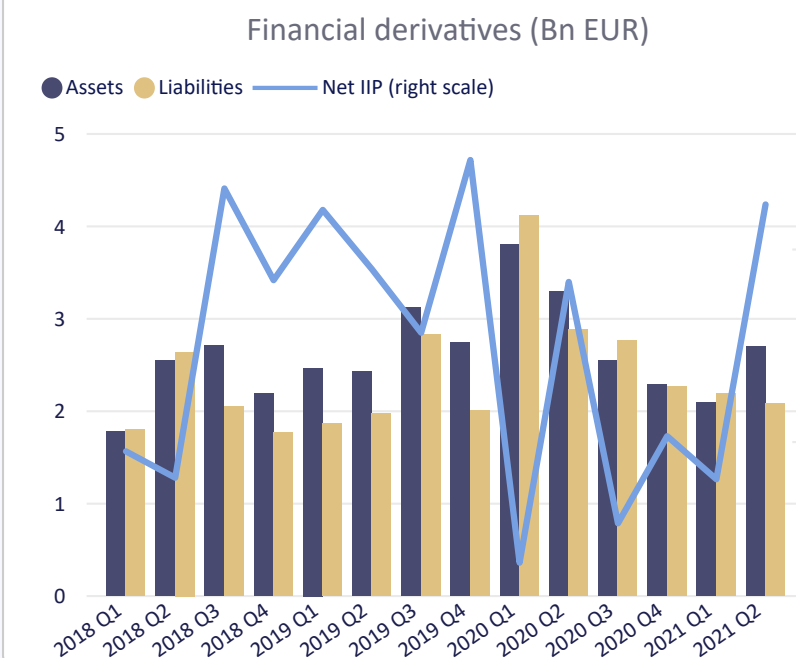
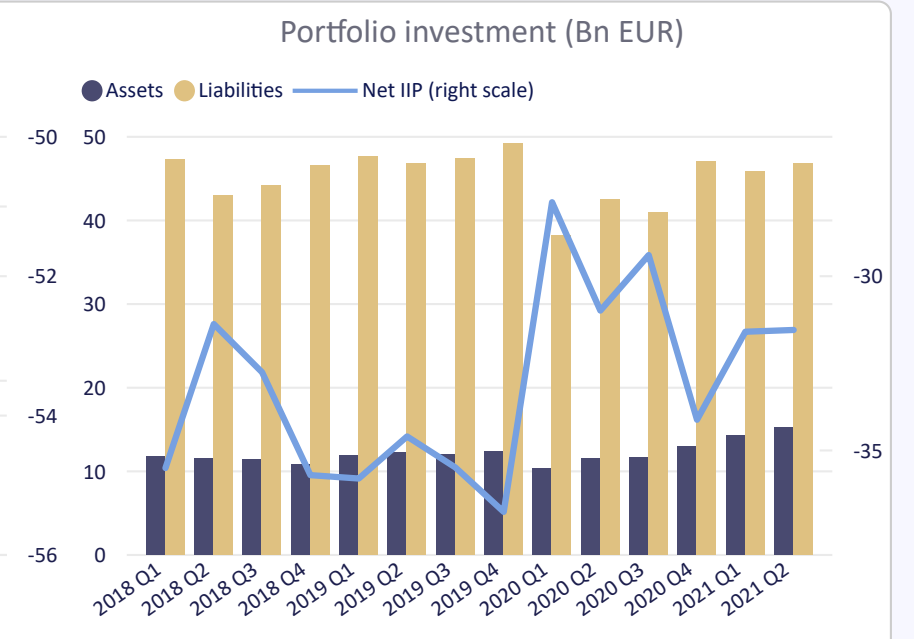
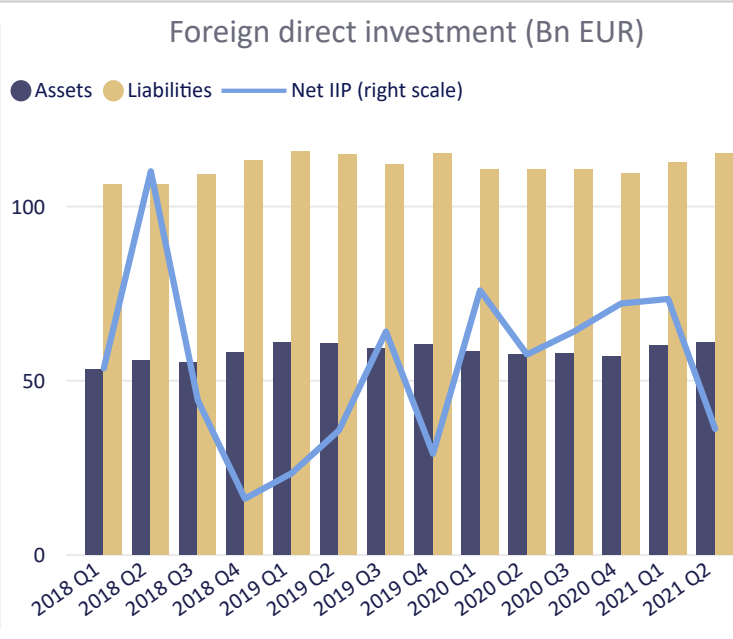
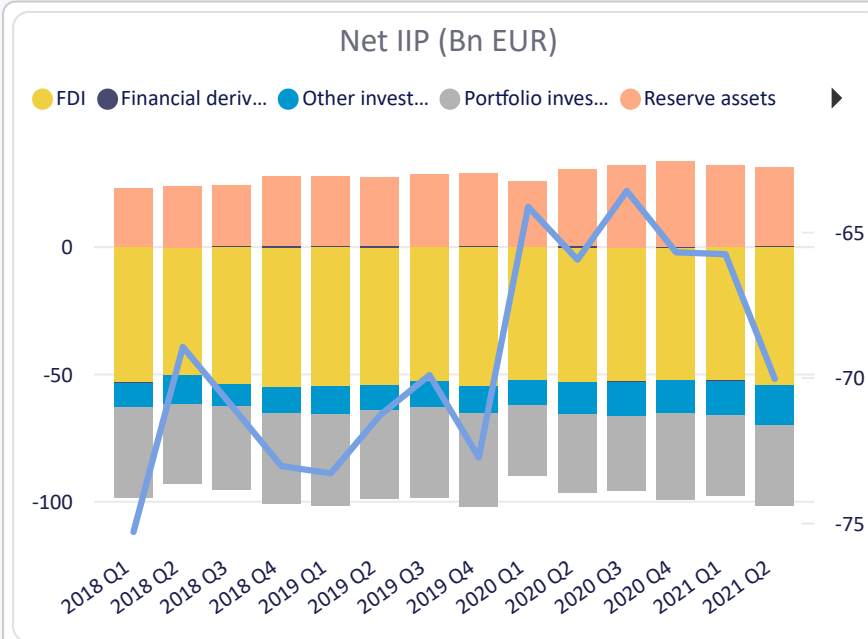
International Investment Position by instruments

Filter

2018 Q1 - 2021 Q2

Resident sector

All





Balance of payments and International Investment Position - 2021 Q2

Stock of external debt

Net external debt of Central Bank (Bn EUR)

-18,2

Net external debt of General government (Bn EUR)

34,2

Net external debt of other monetary institutions (Bn EUR)

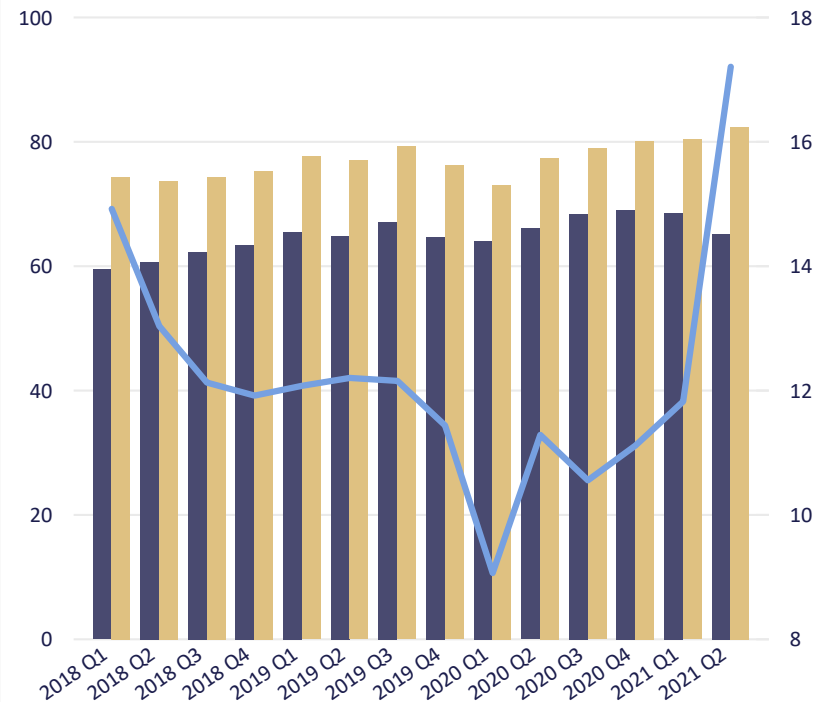
-0,7

Net external debt of other sectors (Bn EUR)

2,0

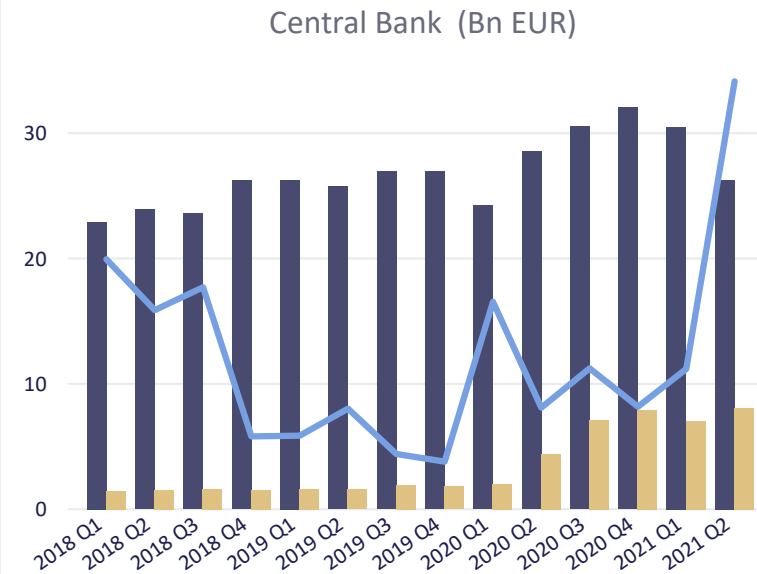
External debt (Bn EUR)

Debt assets Debt liabilities Net debt (right scale)

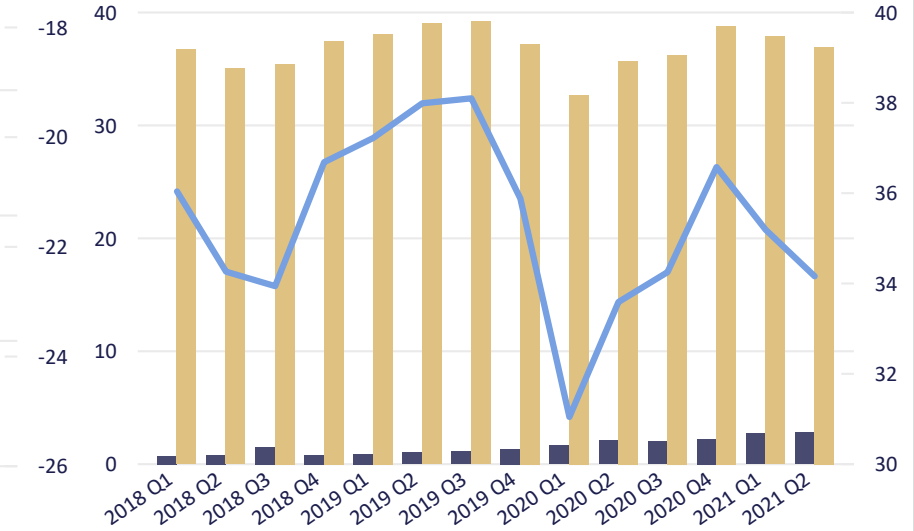


Net external debt by resident sectors (Bn EUR)

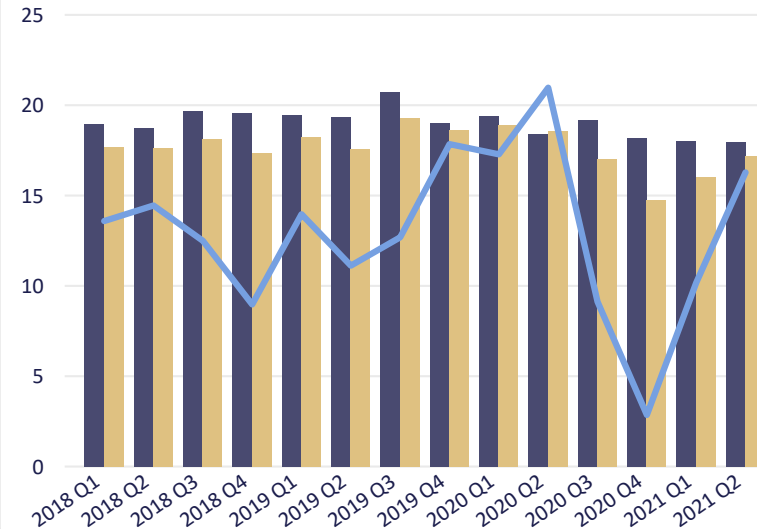
Debt assets Debt liabilities Net debt (right scale)



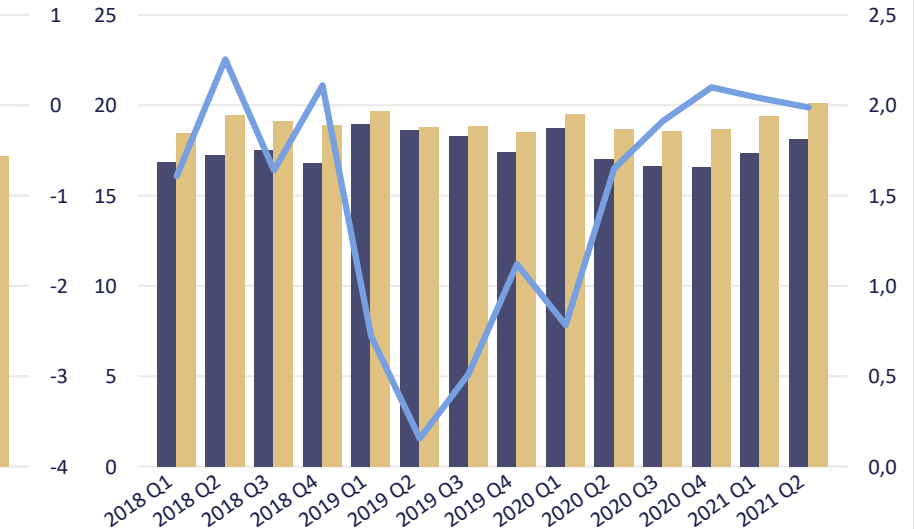
General government (Bn EUR)



Other monetary institutions (Bn EUR)



Other sectors (Bn EUR)





Stock of gross external debt by maturity (excl. FDI debt)

Filter

2018 Q1 - 2021 Q2

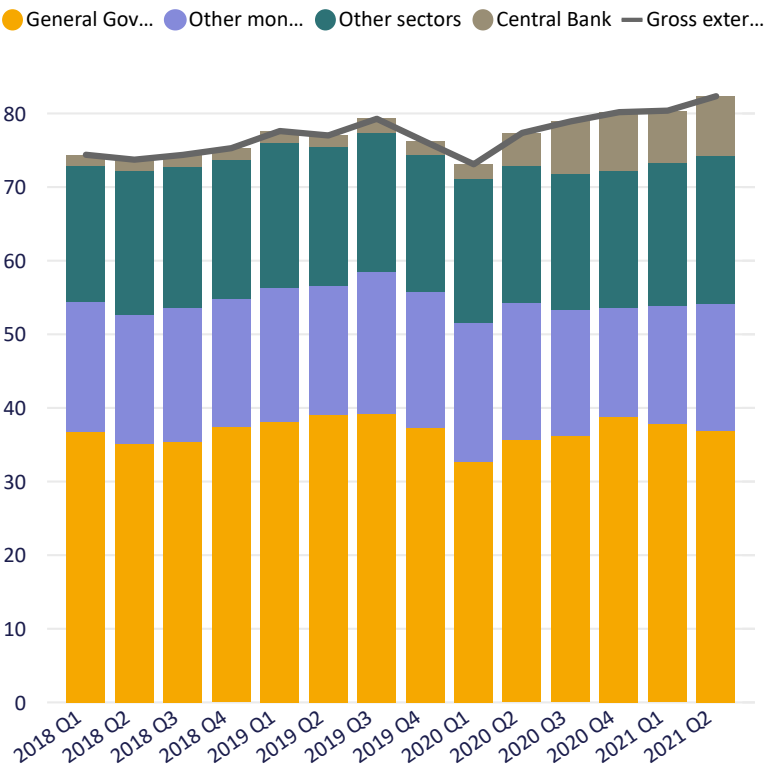
Resident sector

All

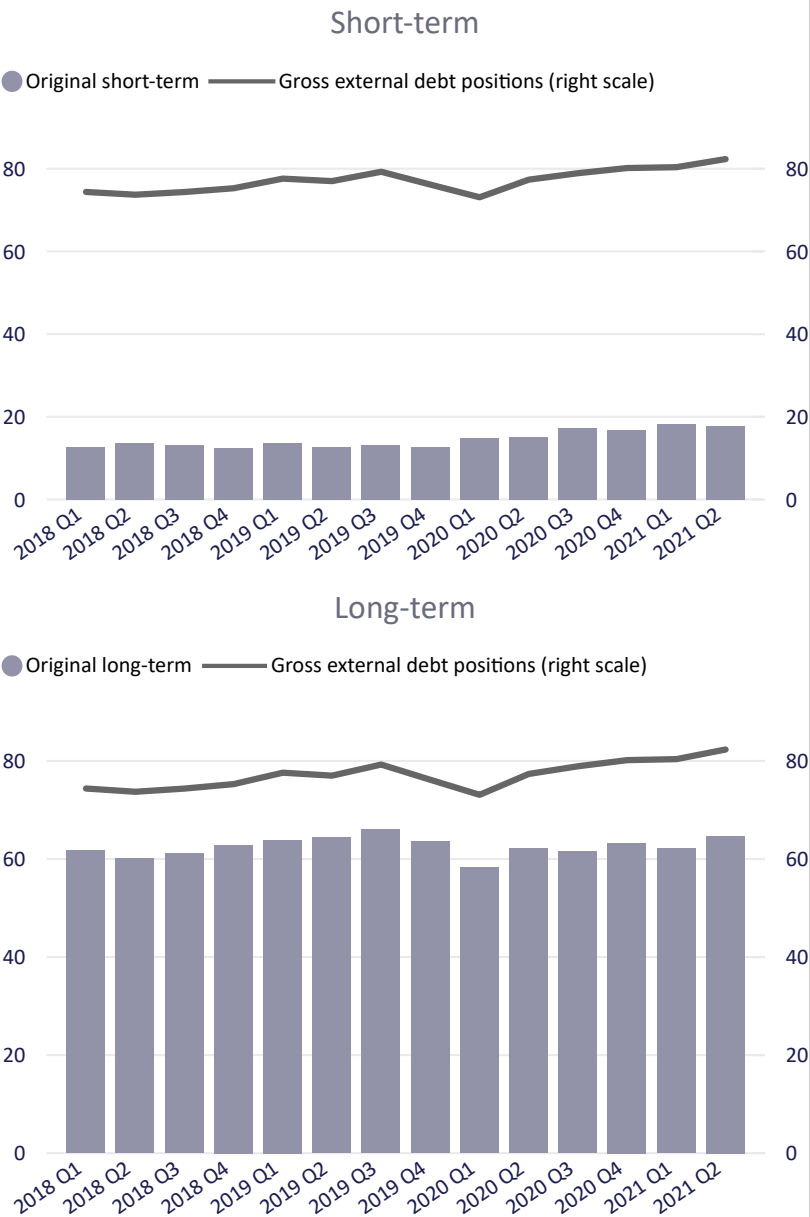
Gross external debt position (Bn EUR)



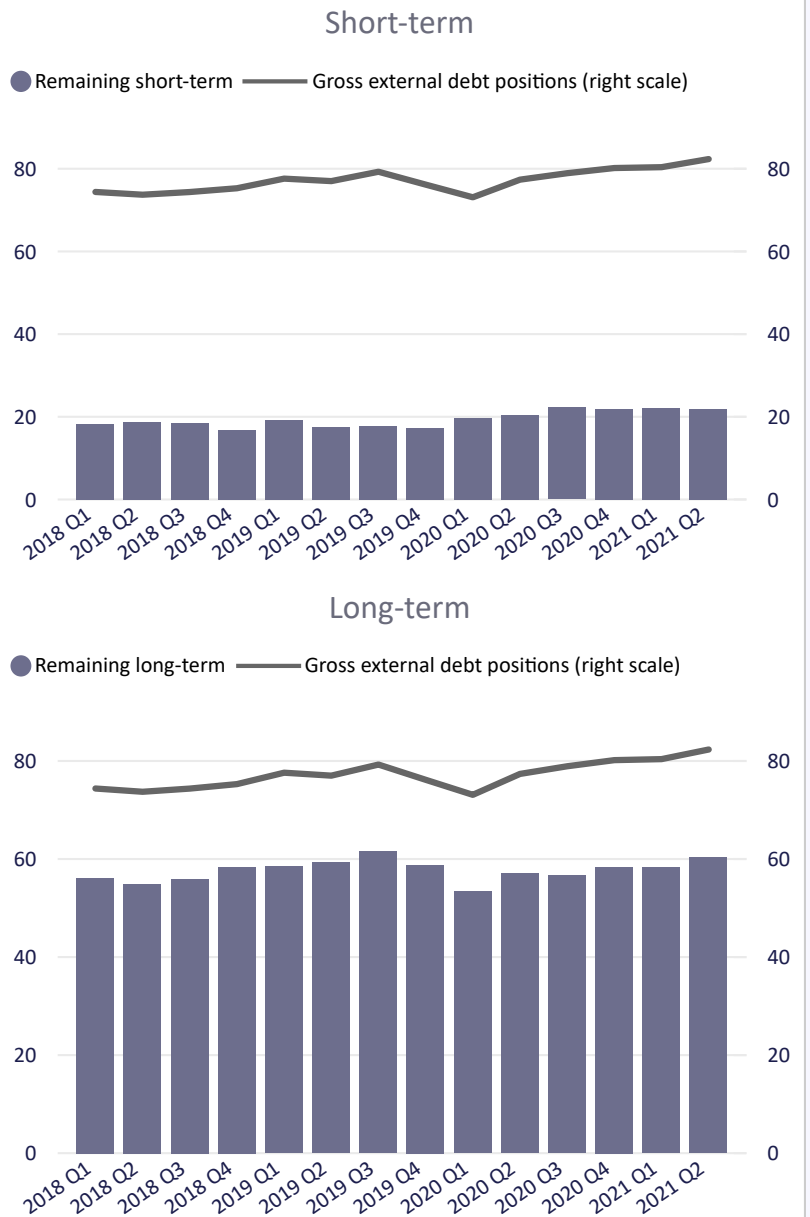
Gross external debt position by resident sectors (Bn EUR)



Debt by original maturity (Bn EUR)



Debt by remaining maturity (Bn EUR)





Balance of payments and International Investment Position - 2021 Q2

FDI flows according to the directional principle

Text information

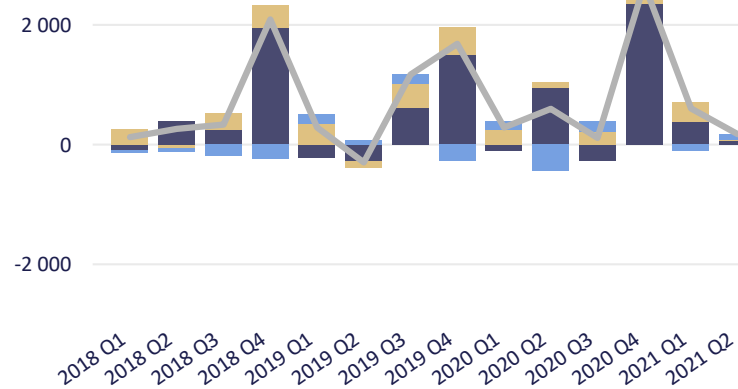
Filter

2018 Q1 - 2021 Q2



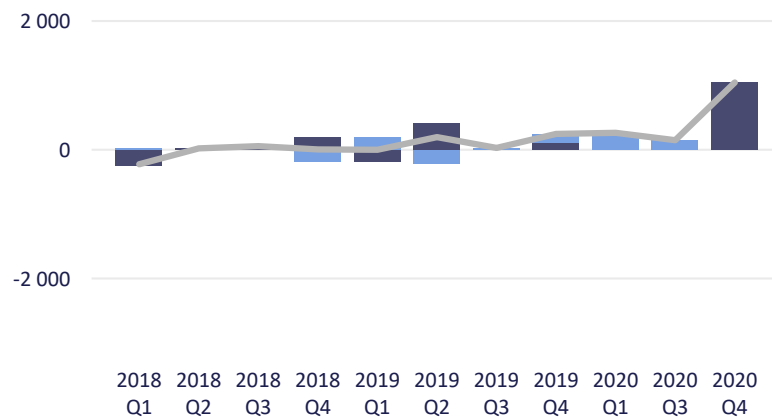
Equity Reinvested earnings Debt instruments FDI abroad

FDI abroad

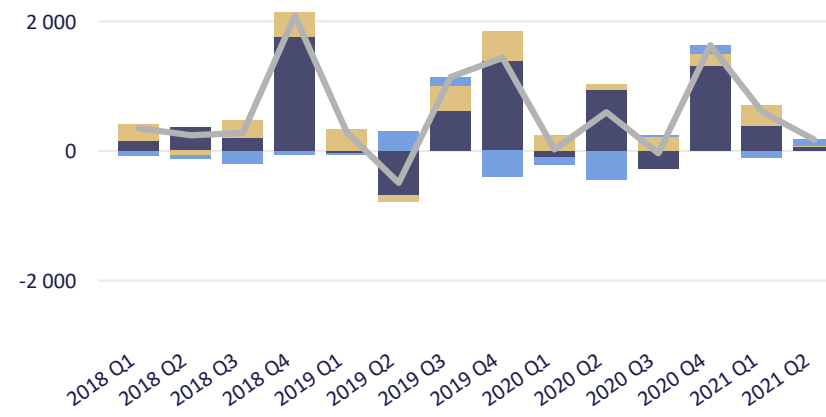


FDI abroad (M EUR)

Capital in transit abroad

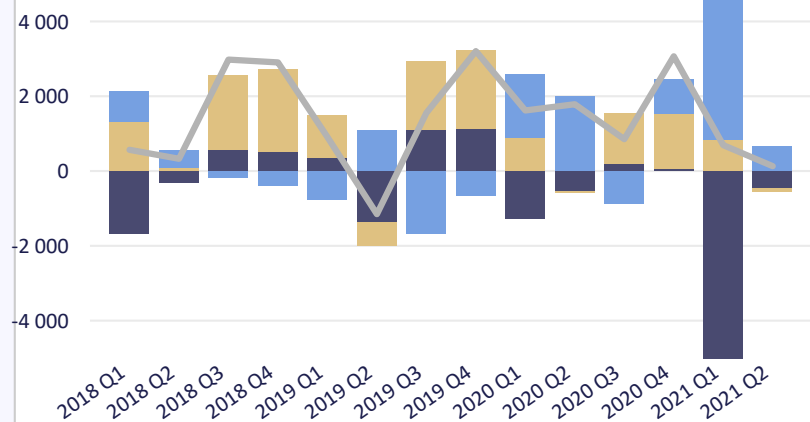


FDI abroad excluding capital in transit



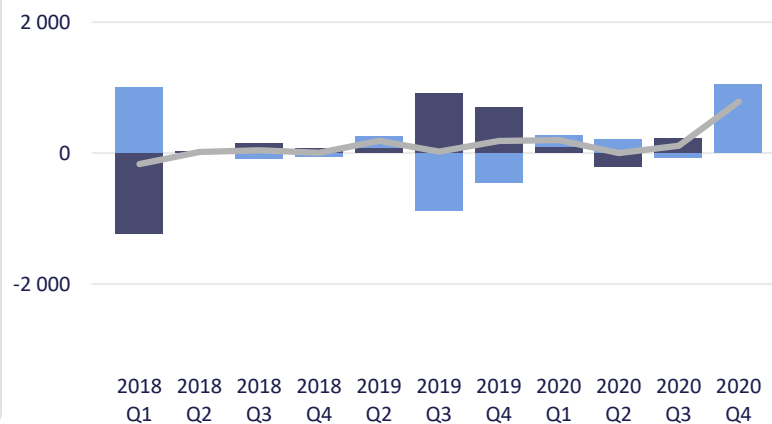
Equity Reinvested earnings Debt instruments FDI in Hungary

FDI in Hungary

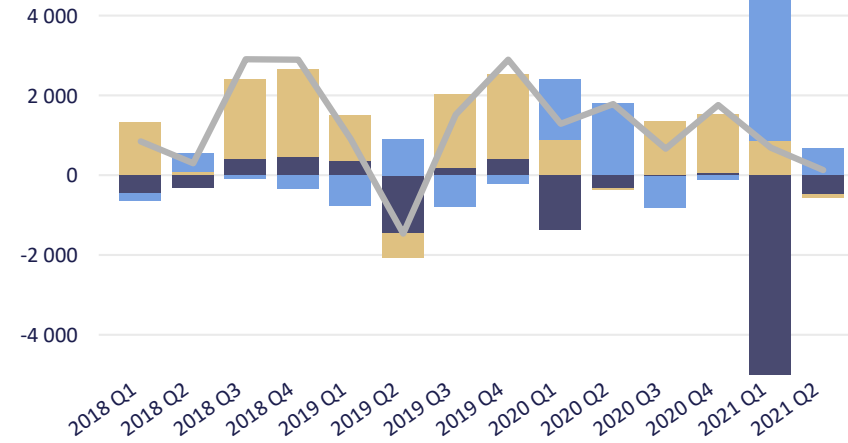


FDI in Hungary (M EUR)

Capital in transit in Hungary



FDI in Hungary excluding capital in transit





Balance of payments and International Investment Position - 2021 Q2

EU transfers

Filter

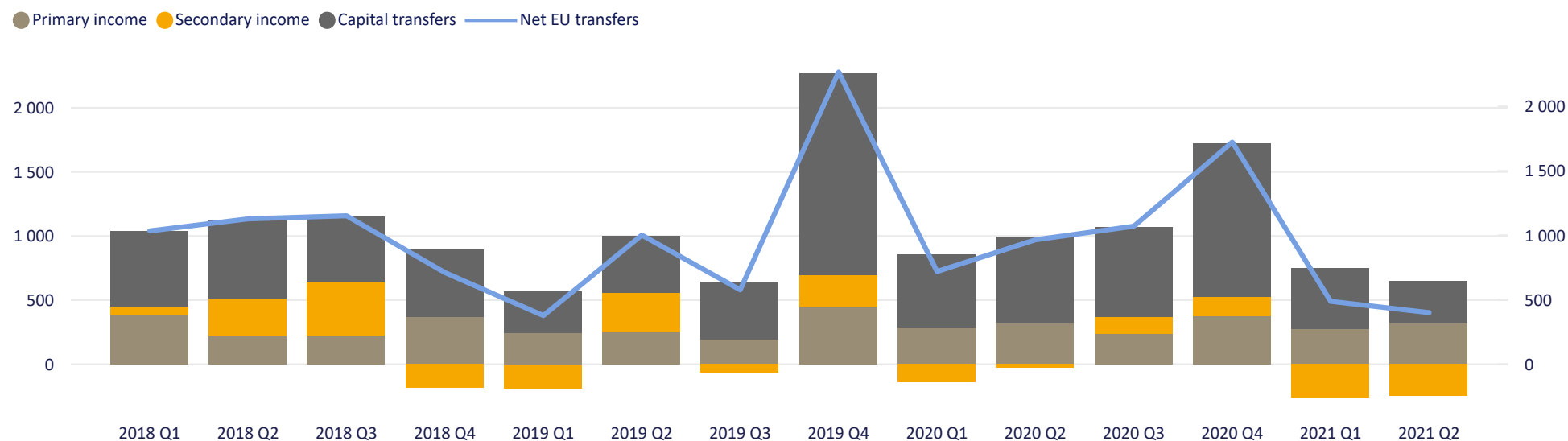
2018 Q1 - 2021 Q2



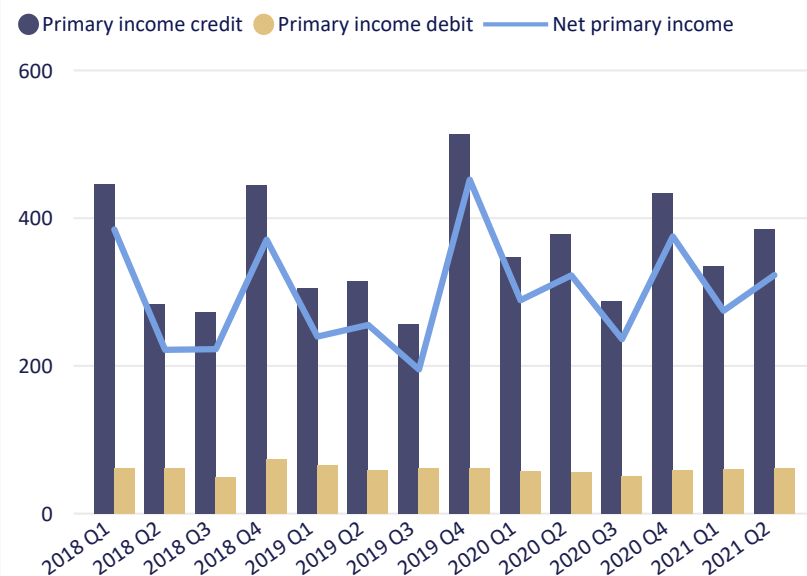
Net EU transfers (M EUR)

399,9

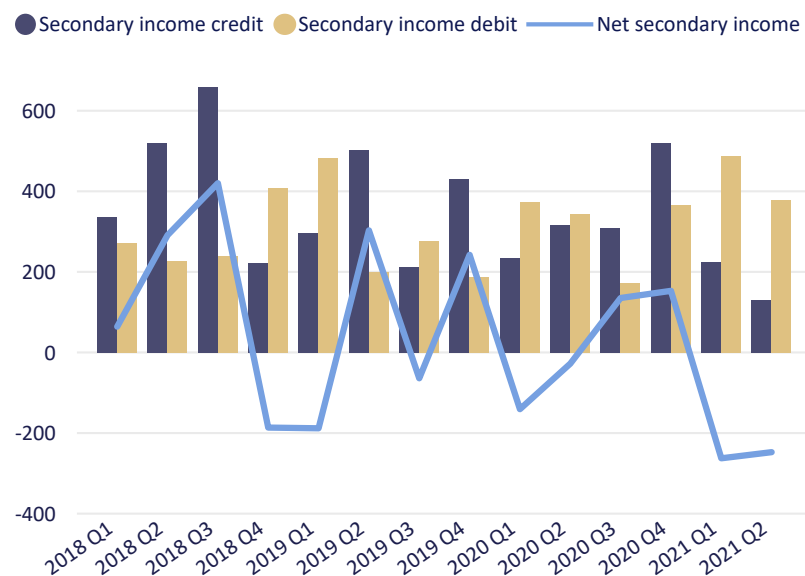
Current and capital account items (M EUR)



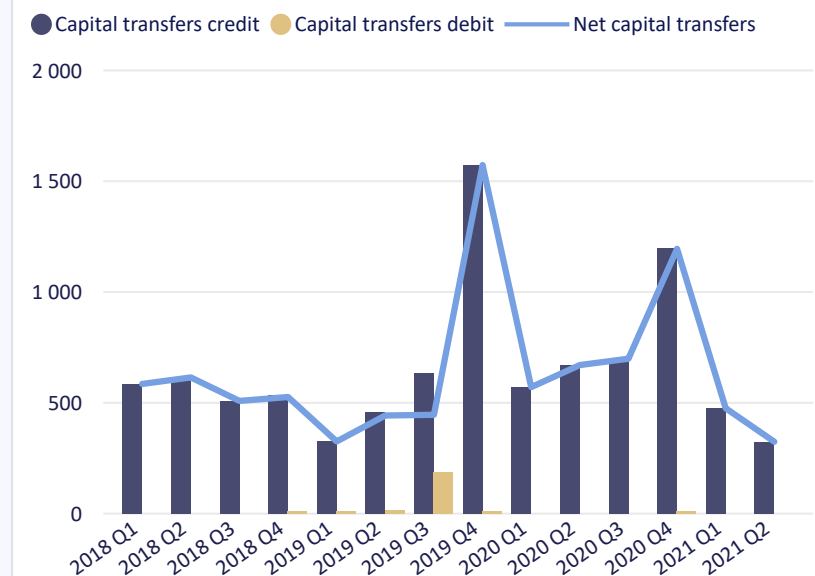
Primary income (M EUR)



Secondary income (M EUR)



Capital transfers (M EUR)



Balance of payments (revisions, M EUR)

▲ Main items	2018	2019	2020	Q1 2021
1. Current account balance (1.1+1.2+1.3+1.4)	-192	-359	-2 040	-363
1.1 Goods	-596	-644	-534	-26
1.2 Services	392	-78	-2	-2
1.3 Primary income	11	241	-1 328	-279
1.4 Secondary income	0	122	-177	-56
2. Capital account	0	3	-5	0
3. Financial account	246	76	-2 141	-298
3.1 Foreign direct investment (net assets)	246	154	-2 015	-326
3.1.1 Foreign direct investment abroad (net assets)	288	344	-40	-86
3.1.1.1 Equity	288	366	-347	-35
3.1.1.2 Debt instruments	-1	-22	307	-51
3.1.2 Foreign direct investment in Hungary (net liabilities)	42	191	1 976	240
3.1.2.1 Equity	-12	165	1 715	373
3.1.2.2 Debt instruments	54	26	261	-133
3.2 Portfolio investments (net assets)	0	0	0	103
3.2.1 Assets	0	0	0	102
3.2.2 Liabilities	0	0	0	-1
3.3 Financial derivatives (net assets)	0	0	-2	-35
3.4 Other investments (net assets)	0	-77	-123	-41
3.4.1 Assets	260	363	522	115
3.4.2 Liabilities	260	440	645	156
4. Net errors and omissions	438	432	-96	65

Closing balance (revisions, M EUR)

▲ Main items	2018	2019	2020	Q1 2021
1. Foreign direct investment (net assets)	251	546	16	-695
1.1 Foreign direct investment abroad (net assets)	308	715	-68	-133
1.1.1 Equity	309	745	-343	-351
1.1.2. Debt	-1	-30	274	218
1.1.2.1 Debt assets	-1	36	274	226
1.1.2.2 Debt liabilities	0	66	-1	8
1.2 Foreign direct investment in Hungary (net liabilities)	57	170	-84	563
1.2.1 Equity	4	39	-428	296
1.2.2. Debt	54	131	344	267
1.2.2.1 Debt assets	23	117	82	91
1.2.2.2 Debt liabilities	77	248	426	358
2. Portfolio investments (net assets)	0	0	0	107
2.1 Assets	0	0	0	111
2.2 Liabilities	0	0	0	3
3. Financial derivatives (net assets)	0	0	13	-10
4. Other investments (net assets)	0	-80	-125	-150
4.1 Assets	465	844	1 244	1 382
4.2 Liabilities	465	924	1 369	1 532
5. Gross external debt (excl. FDI debt)	465	924	1 369	1 536
6. Net external debt (excl. FDI debt)	0	80	125	142



Balance of payments and International Investment Position - 2021 Q2

FDI income and positions (annual)



New annual data are first published in September following the reference year. Data are revised in March and September.

Filter

2000

2020



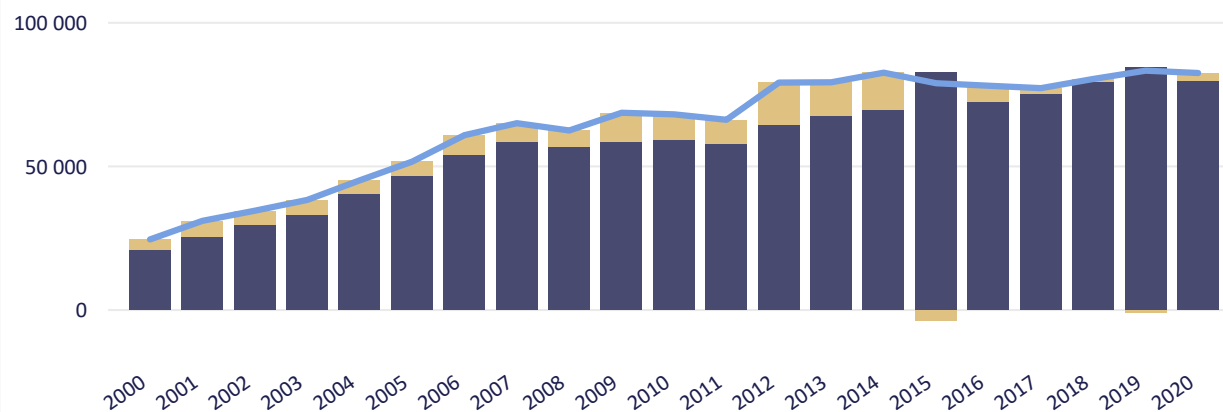
Hungary

FDI position in Hungary (M EUR)

82 517,7

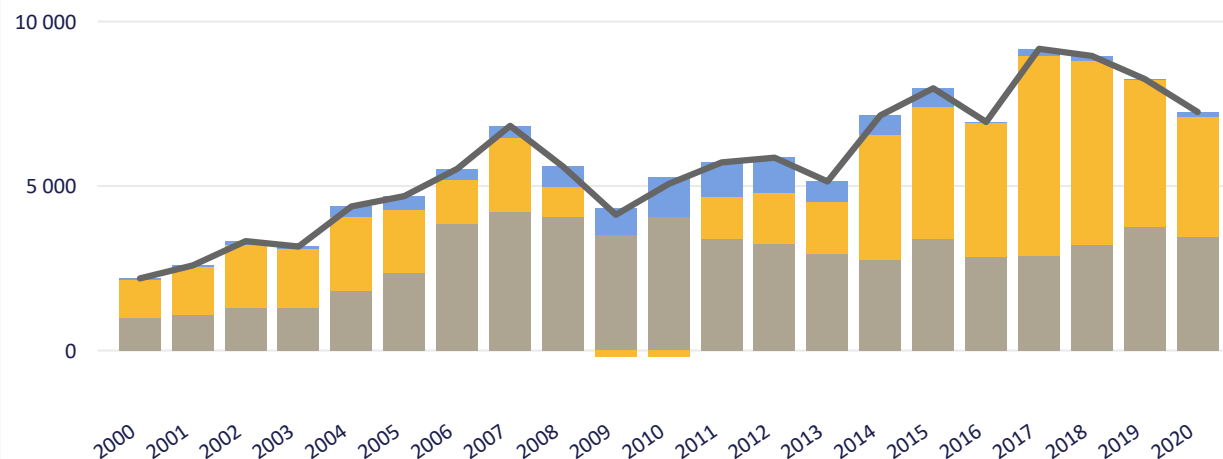
FDI position in Hungary (M EUR)

● Inward equity position ● Inward debt instruments position — FDI in Hungary position



FDI income in Hungary (M EUR)

● Dividends in Hungary ● Reinvested earnings in Hungary ● Interests in Hungary — FDI income in Hungary



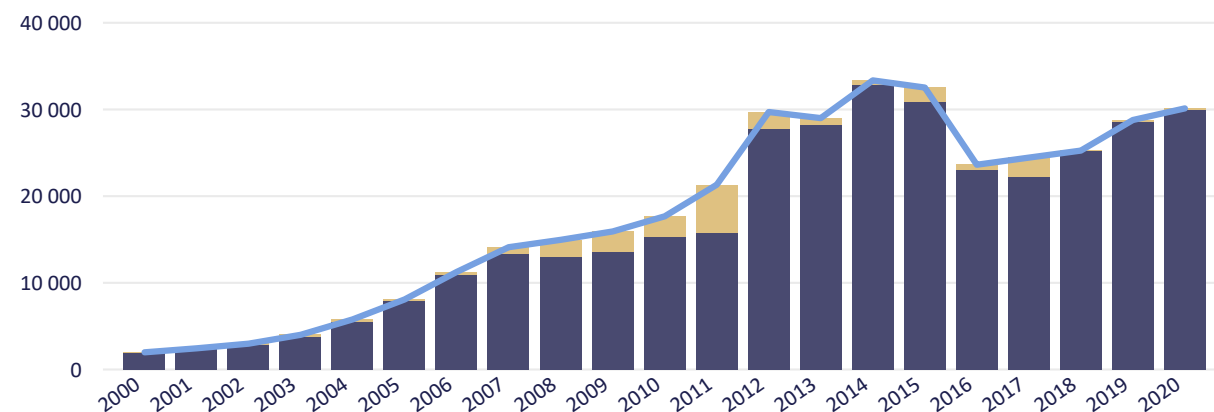
Abroad

FDI position abroad (M EUR)

30 126,1

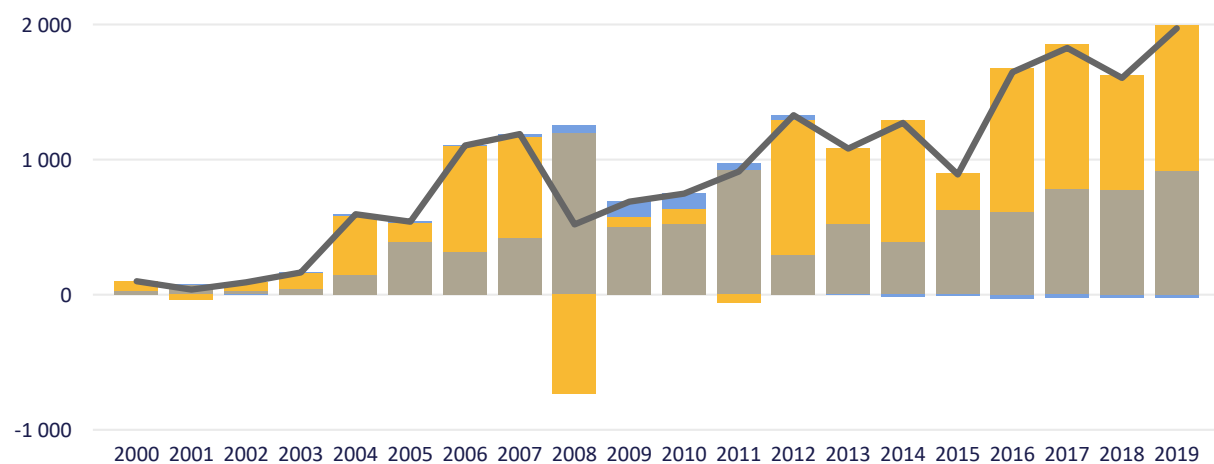
FDI position abroad (M EUR)

● Outward equity position ● Outward debt instruments position — FDI abroad position



FDI income abroad (M EUR)

● Dividends abroad ● Reinvested earnings abroad ● Interests abroad — FDI income abroad





FDI positions: country breakdown (top 10; annual data)



New annual data are first published in September following the reference year. Data are revised in March and September.

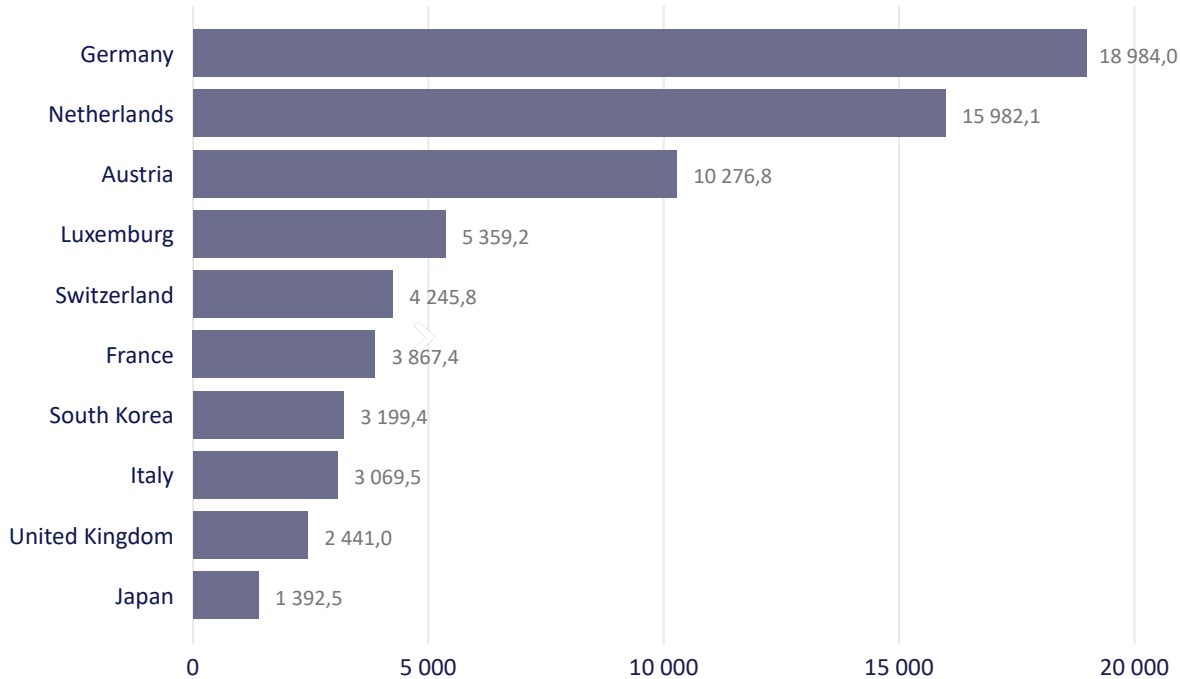
Filter

Period

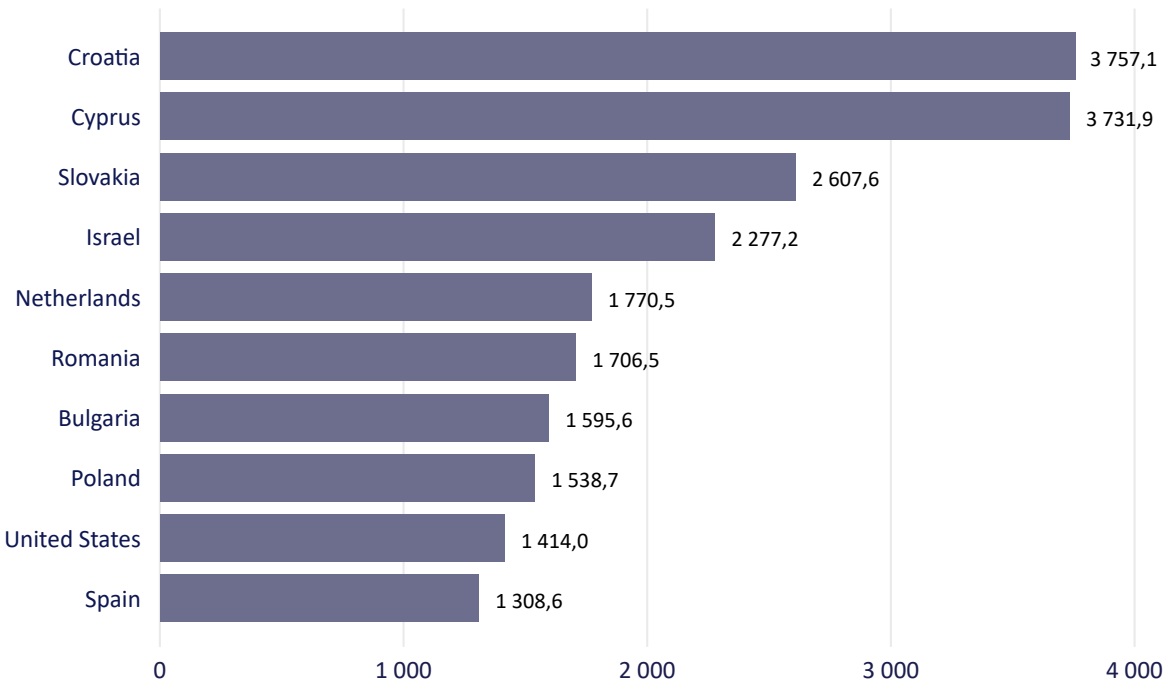
2019



Inward FDI position (M EUR)

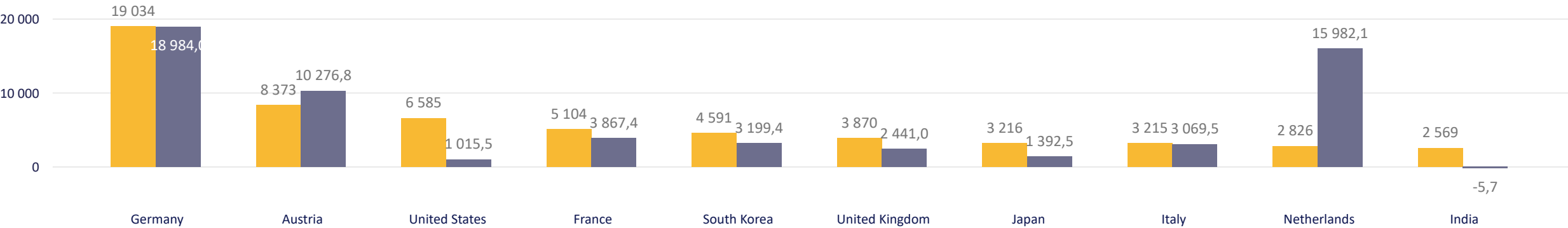


Outward FDI position (M EUR)



Inward FDI position by country of ultimate vs immediate investor (breakdown by ultimate investor is available in 2014-2019) (M EUR)

Country of ultimate investor Country of immediate investor





Filter

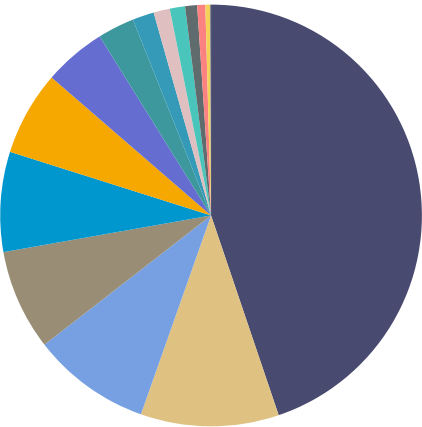
Period

2020



Inward FDI position

By the activity of the resident investment (M EUR)

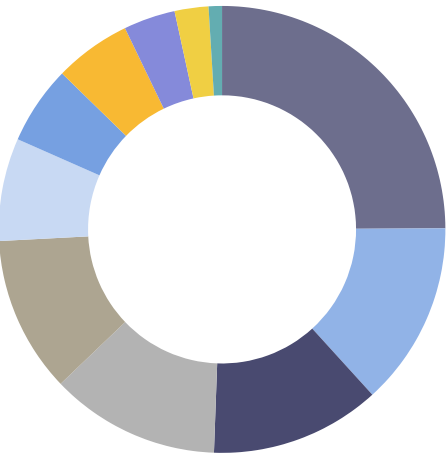


Resident activities

- Manufacturing - C
- Wholesale and retail trade...
- Financial and insurance ac...
- Real estate activities - L
- Professional, scientific and...
- Private purchase and sales...
- Information and communi...
- Transportation and storag...



.....of which the main activity groups of manufacturing (M EUR)



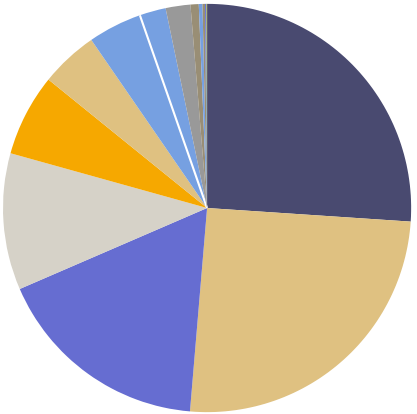
Activity groups of manufactu...

- Total vehicle and other tra...
- Basic pharmaceutical prod...
- Computer, electronics and...
- Rubber, plastic and other ...
- Electrical equipment, mac...
- Coke, refined pertroleum, ...
- Basic metals and fabricate...
- Food products; beverage ...
- Wood, paper, printing and...



Outward FDI position

By the activity of the non-resident investment (M EUR)

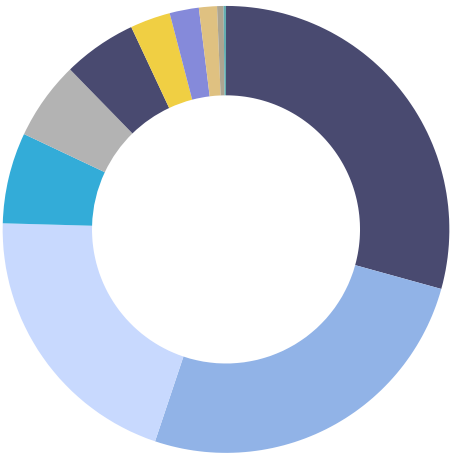


Non-resident activity

- Manufacturing - C
- Financial and insurance act...
- Private purchase and sales ...
- Mining and quarrying - B
- Other services (N,O,P,Q,R,S)
- Wholesale and retail trade;...
- Professional, scientific and ...
- Real estate activities - L



... of which the main activity groups of manufacturing (M EUR)



Activity groups of manufactu...

- Computer, electronics and ...
- Basic pharmaceutical prod...
- Coke, refined pertroleum, c...
- Basic metals and fabricate...
- Rubber, plastic and other n...
- Total vehicle and other tra...
- Manufacturing not elsewh...
- Wood, paper, printing and ...
- Food products; beverage a...





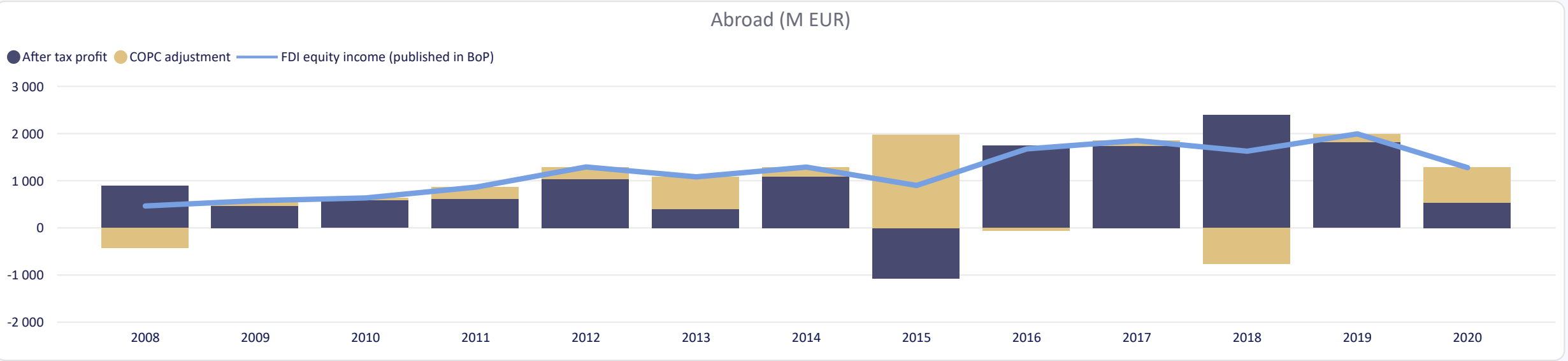
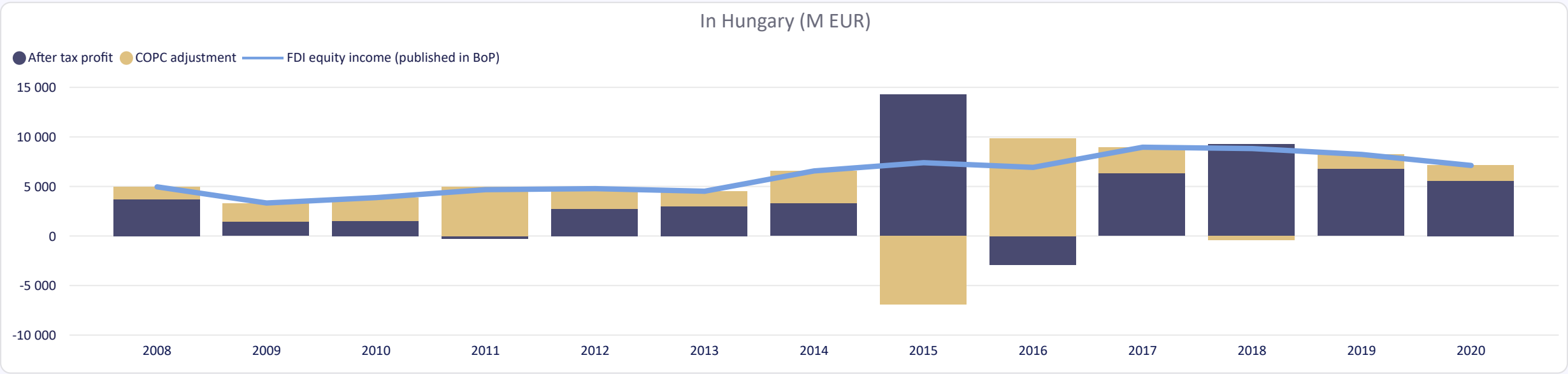
New annual data are first published in September following the reference year. Data are revised in March and September.

Filter

Sector



Total economy



In the balance of payments, data are shown under Direct investment income, Income on equity, credit (FDI abroad), and debit (FDI in Hungary). Data in excel format are available [here](#).





Other information and notes

Related links

- Statistical tables >
- Methodological notes >
- Sesonally adjusted graphs >
- Interactive graphs >

Information about the next publication

The MNB will release Hungary’s balance of payments and international investment position data for Q3 2021 and will revise quarterly data for Q1 2020 to Q2 2021 on 21 December 2021.

Publication calendar >

Notes

In these interactive graphs, Hungary’s balance of payments and international investment position are presented **excluding data on special purpose entities (SPEs)**, consistent with past practice. However, Hungary’s BOP and IIP both excluding and including SPE data are available on the MNB’s website. Methodological notes relating to special purpose entities are available [here](#).

Regarding the applied tool for seasonal adjustment, the MNB together with the HCSO, applies **JDemetra+** as the standard software for seasonal adjustment. JDemetra+ is the officially recommended software for seasonal adjustment of official statistics within the European System of Central Banks and the European Statistical System, in producing seasonally adjusted data. As a member of the European System of Central Banks, one of the key objectives of the MNB is to produce seasonally adjusted data of the best possible quality, which are comparable to those produced and published by other Member States.

Seasonally adjusted balance time series are directly adjusted. Thus, seasonally adjusted balances cannot be reproduced from the seasonally adjusted credits and debits. The same applies to the aggregates. The seasonally adjusted aggregates cannot be reproduced from the seasonally adjusted subaccounts either (e.g. the seasonally adjusted current account balance does not equal to the sum of the seasonally adjusted data of the subaccounts).

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