

**PRESS RELEASE**

12 July 2011

**Preliminary statistical balance sheet of the MNB:  
June 2011**

*In June 2011, forint liquidity of the banking sector slightly narrowed, which was shown in the decline in the total stock of the two-week MNB bill. The repayment of the bridging loan of the Hungarian Development Bank (MFB) added to the stocks of external assets and the deposits of the central government.*

**I. Balance sheet of the MNB containing monthly average stocks**

**Table 1: Statistical balance sheet of the MNB - monthly average stocks<sup>1</sup>**

HUF billions							
Assets	May 2010	Jun 2011	Monthly changes	Liabilities	May 2010	Jun 2011	Monthly changes
External assets	10072,4	10306,6	234,3	Currency in circulation	2312,4	2346,7	34,4
Two-week loans of credit institutions	0,0	0,0	0,0	Current account balances of other MFIs	465,1	460,6	-4,4
Six-month loans of credit institutions	0,0	0,0	0,0	Overnight deposits of other MFIs	201,8	221,6	19,8
Swap claims with credit institutions*	122,5	173,6	51,1	Other deposits of other MFIs	36,5	28,2	-8,2
Remaining assets	403,8	413,6	9,8	Deposits of central government	1747,6	1960,2	212,6
				Two-week MNB bills held by residents	3997,3	3909,9	-87,4
				Two-week MNB bills held by non residents	514,8	545,3	30,5
				Foreign liabilities	863,6	896,0	32,4
				Swap liabilities with credit institutions*	122,5	173,6	51,1
				Remaining liabilities	337,2	351,8	14,6
Total assets	10598,7	10893,9	295,2	Total liabilities	10598,7	10893,9	295,2

\* This item includes overnight EUR/HUF and three-month EUR/HUF central bank FX-swaps on a gross basis. (See the Methodological notes.)

In June, forint liquidity of the banking sector narrowed slightly, as reflected in a decline of the total stock of the two-week MNB bill. The monthly average value of credit institutions' outstanding HUF/EUR swaps with the Central Bank increased (see Table 1 and Chart 8 of the chart-pack). Resident holdings of two-week MNB bills fell, with a smaller portion flowing into the non-resident segment. A major portion appears in the increase in the outstanding HUF/EUR swaps, with the remaining part being reflected in the increase in overnight deposits of credit institutions.

<sup>1</sup> See the Methodological notes.

In May, the MFB repaid the EUR 500 million bridging loan extended by the state in March. As a result, external assets on the assets side and deposits of the central government on the liabilities side increased. To a smaller extent, the transfer of the private pension fund portfolios also contributed to the increase. At end-June, government bonds worth EUR 1 billion expired, resulting in a contrasting effect, i.e. it reduced external assets and the deposits of the central government. This can mainly be observed in the end-of-month values, while it affected the monthly average stocks statistics only slightly (see Table 2). The stock of currency in circulation also rose compared to the previous month (see Chart 5 of the chart-pack).

The average of credit institutions' current account balances with the MNB remained almost unchanged compared to the previous month; the balance slightly exceeded the reserve requirements,<sup>2</sup> with excess reserves amounting to HUF 5.3 billion, which continued to be insignificant compared with the requirement of HUF 455 billion (see Charts 1 and 2 of the chart-pack). The overnight interbank rate fluctuated near the lower bound of the interest rate corridor throughout the period (see Chart 12 of the chart-pack).

## II. Balance sheet of the MNB compiled from end-of-month data

**Table 2: Transactions and revaluations in the balance sheet of the MNB compiled from end-of-month data - June 2011**

HUF billions									
Assets	Opening stocks	Revaluations and other changes	Transactions	Closing stocks	Liabilities	Opening stocks	Revaluations and other changes	Transactions	Closing stocks
External assets	10232,0	-51,7	-172,1	10008,2	Currency in circulation	2313,4	0,0	42,5	2355,8
Remaining assets	410,6	4,5	4,3	419,4	Deposits of other MFIs	567,2	0,0	-98,5	468,7
					Deposits of central government	2004,5	-8,3	-174,5	1821,7
					Two-week MNB bills held by residents	3910,4	0,0	145,1	4055,5
					Two-week MNB bills held by non residents	615,4	0,0	-177,9	437,5
					External liabilities *	862,4	-6,2	114,5	970,7
					Remaining liabilities	369,3	-32,7	-18,9	317,7
Total assets	10642,5	-47,2	-167,7	10427,6	Total liabilities	10642,5	-47,2	-167,7	10427,6

\* This item does not include the two-week MNB bills held by non residents

\* \* \* \* \*

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

## MAGYAR NEMZETI BANK STATISTICS

<sup>2</sup> Decree 13/2010. (IX. 6.) of the Magyar Nemzeti Bank entered into force on 1 October 2010. The Decree allows credit institutions subject to reserve requirements to choose one of the reserve ratios specified in Article 1(2) at most bi-annually. In the absence of such a choice, the lowest ratio will apply to required reserves, as specified in the Decree.

*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](http://www.mnb.hu).*

Detailed tables: [Time series](#)

Notes: [Methodological notes](#)

Charts: [Chart pack](#)

Email: [sajto@mnb.hu](mailto:sajto@mnb.hu)