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## PRESS RELEASE

### Preliminary statistical balance sheet of the MNB: November 2018

*In November, forint liquidity of the domestic banking sector rose, which was mainly reflected in an increase in the average stock of overnight deposits. The average stock of currency in circulation continued to rise in the month. The average stock of external assets rose relative to October. The overnight interbank interest rate fluctuated at the bottom of the interest rate corridor throughout the month.*

#### 1 Balance sheet of the MNB containing monthly average stocks

Table 1 Statistical balance sheet of the MNB – monthly average stocks

HUF billions							
Assets	Oct. 2018	Nov. 2018	Monthly changes	Liabilities	Oct. 2018	Nov. 2018	Monthly changes
External assets	8 586,3	8 668,7	82,4	Currency in circulation	5 854,6	5 888,4	33,8
One-week loans of credit institutions	0,0	0,0	0,0	Current account balances of other MFIs	287,3	272,3	-15,0
Swap claims on HUF related to forint liquidity providing EUR/HUF FX swap <sup>1,2</sup>	2 032,9	2 011,2	-21,8	Overnight deposits of other MFIs <sup>6</sup>	712,5	767,8	55,3
Other swap claims on foreign currency with credit institutions <sup>1</sup>	0,0	0,0	0,0	Three-month deposits of other MFIs <sup>4</sup>	62,9	41,7	-21,2
Remaining assets <sup>3,5,7</sup>	1 526,0	1 584,8	58,8	Other deposits of other MFIs	17,2	46,6	29,3
				Deposits of central government	1 198,1	1 143,5	-54,6
				External liabilities	835,9	850,7	14,7
				Swap liabilities to foreign currency related to forint liquidity providing EUR/HUF FX swap <sup>1,2</sup>	2 032,9	2 011,2	-21,8
				Other swap liabilities to HUF with credit institutions <sup>1</sup>	0,0	0,0	0,0
				Remaining liabilities <sup>5</sup>	1 143,8	1 242,6	98,8
Total assets	12 145,2	12 264,6	119,4	Total liabilities	12 145,2	12 264,6	119,4

<sup>1</sup> This item includes FX-swaps with credit institutions on a gross basis. (See the Methodological notes.)

<sup>2</sup> A notice on Forint liquidity providing EUR/HUF FX swap is available on the MNB's website at <http://www.mnb.hu/letoltes/t-c-forint-liquidity-providing-swap-en.pdf>

<sup>3</sup> Includes loans offered to credit institutions within Funding for Growth Scheme.

<http://www.mnb.hu/en/monetary-policy/funding-for-growth-scheme-fgs>

<sup>4</sup> From 23 September 2015, the three-month deposit has been the MNB's policy instrument.

<sup>5</sup> From March 2016, other items on both the assets and liabilities sides include swaps outstanding under Phase 3 of Pillar 2 of the Funding for Growth Scheme as well.

<sup>6</sup> The stock of overnight deposits also includes the stock of preferential deposits.

<sup>7</sup> Includes the stock of mortgage bonds, held by the MNB, which were issued by domestic mortgage banks.

The average stock of **external assets** rose, while end-of-month stocks declined slightly in November. The increase in average stocks primarily reflected the carry-over effect of the stock increase in the second half of October, while the strengthening of the average forint exchange rate contributed to the decline of average stocks. The decrease in end-of-month stock also reflected the strengthening of forint exchange rate.

No new contracts were concluded at the **one-week loan tender** in November.

The MNB concluded one, three, six and twelve-month transactions with credit institutions at the **EUR/HUF FX swap tenders providing forint liquidity**. In November the level of expiring swap transactions was fully renewed, the decrease in average stocks was caused by the strengthening of forint exchange rate. The average stocks of swap transactions are shown in Table 1 and Chart 5 of the chart-pack.

The **average stock of currency in circulation** continued to rise during the month (see Table 1 and Chart 4 of the chart-pack).

The monthly average of the banking sector's current **account balances** with the MNB exceeded reserve requirements by HUF 52.9 billion. In November, reserve requirements amounted to HUF 219.4 billion (see Charts 1 of the chart-pack).

In November, **forint liquidity of the domestic banking sector** rose: the average stocks of credit institutions' overnight and other deposits increased, while the average stocks of their three-month deposits fell to a slighter degree.

The average stock of **central government deposits** fell during the month.

The average stocks of **external liabilities** rose slightly in November.

The **average interest rate on overnight interbank loans** fluctuated at the bottom of the interest rate corridor throughout the month.

## 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 preliminary end-of-month data – November 2018**

HUF billions									
Assets	Opening stocks	Revaluations and other changes	Transactions	Closing stocks	Liabilities	Opening stocks	Revaluations and other changes	Transactions	Closing stocks
External assets	8 652,4	-41,4	20,4	8 631,4	Currency in circulation	5 883,4	0,0	36,2	5 919,7
Remaining assets	1 514,8	25,2	37,7	1 577,6	Three-month deposits of other MFIs	50,0	0,0	-25,0	25,0
					Other deposits of other MFIs	837,8	0,0	30,6	868,5
					Deposits of central government	1 458,4	-1,8	-146,9	1 309,6
					External liabilities	801,7	-4,4	35,0	832,3
					Remaining liabilities	1 135,9	-10,0	128,1	1 254,0
Total assets	10 167,2	-16,2	58,1	10 209,0	Total liabilities	10 167,2	-16,2	58,1	10 209,0

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**MAGYAR NEMZETI BANK**

## DIRECTORATE STATISTICS

Detailed tables: [Time series](#)

Notes: [Methodological notes](#)

Charts: [Chart pack](#)

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