

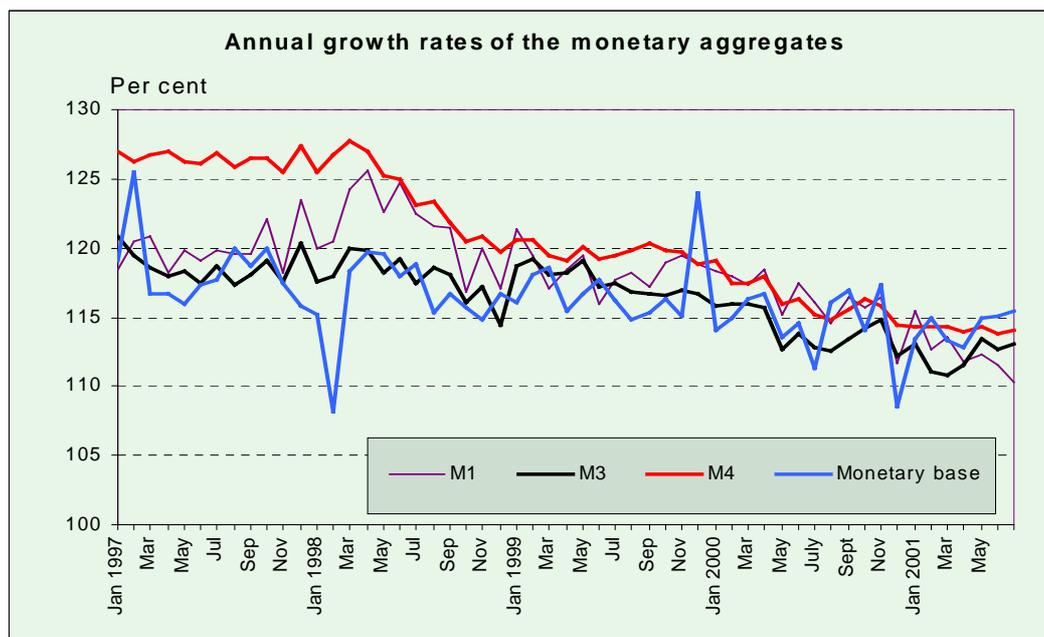
PRESS RELEASE

Monetary survey July 2001 (preliminary)

The monetary survey and the time series for the monetary aggregates, reflecting the new sector classification and recalculated going back to January 2000, can be found on the Bank's web site at 'Financial Data', 'Statistical Time Series', 'VII Monetary Survey and Monetary Aggregates'.

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The adjusted annual growth index of the monetary base^{a)} rose by 0.3 of a percentage point, to 115.4% in July 2001 relative to the preceding month. Preliminarily, the monetary aggregate M1, which is composed of currency outside monetary institutions plus forint sight deposits, grew at a 1.3 percentage points slower rate than in June. The end-of-month stock of M1 was 10.3% higher than twelve months previously. Annual growth in M2, a measure of sight foreign currency deposits plus time forint and foreign currency deposits, in addition to the elements of M1, picked up 0.2 of a percentage point. The end-July stock of M2 rose by 12.5%. The index of broad money (M3) rose by 0.3 of a percentage point relative to June. The stock of M3 grew by 13% in one year. Annual broadest money (M4) growth also rose by 0.3 of a percentage point. The stock of M4 was 14.1% higher at the end of July than a year earlier.



^{a)} The adjusted annual growth index of the monetary base eliminates the effect of the change to the reserve requirement system on 1 February 2001. Accordingly, the Chart plots M0 indices after removal of the effect of the change to the reserve requirement system.

Monetary survey (S.121+S.122)

Ft billions

	2000				2001		
	May	June	July	Dec	May	Preliminary June	Preliminary July
I. Domestic claims (S.1) (1+...+7)	6488.6	6560.3	6663.3	7236.9	7025.8	6780.9	6871.2
1. Claims on non-financial corporations (S.11)	2819.4	2907.5	2968.4	3364.7	3533.0	3488.6	3475.5
1.1 Credits	2625.3	2718.0	2770.2	3146.4	3316.8	3278.1	3240.3
1.1.1 Forint	1632.9	1700.0	1717.1	1921.0	2093.5	2123.9	2093.6
1.1.2 Foreign currency	992.3	1017.9	1053.1	1222.3	1223.3	1154.2	1146.8
1.1.3 Sale and repurchase agreements	0.1	0.1	0.1	3.1	0.0	0.0	0.0
1.2 Bonds	21.3	20.6	18.6	12.3	12.5	11.4	14.4
1.3 Shares and other equities	172.8	168.9	179.6	205.9	203.7	199.1	220.7
2. Claims on other financial corporations (S.123+S.124+S.125)	227.0	225.3	231.3	280.0	289.4	333.3	335.2
2.1 Credits	148.9	148.8	155.1	215.8	247.9	290.2	292.2
2.1.1 Forint	95.3	90.4	90.5	119.9	136.0	152.8	147.8
2.1.2 Foreign currency	51.8	57.4	59.0	83.3	105.0	130.3	142.6
2.1.3 Sale and repurchase agreements	1.9	1.1	5.6	12.5	6.9	7.1	1.8
2.2 Bonds	40.8	39.1	38.6	29.5	12.3	12.5	12.5
2.3 Shares and other equities	37.2	37.3	37.6	34.8	29.2	30.6	30.6
3. Net claims on consolidated central government (S.1311)	2899.2	2865.3	2885.2	2894.4	2444.0	2182.2	2247.0
3.1 Government bonds	1268.6	1233.6	1231.8	1301.4	1221.7	1213.1	1216.0
3.2 Treasury bills	230.6	199.3	186.1	150.8	208.2	202.8	204.4
3.3 Foreign currency loans	1680.1	1651.9	1660.2	1545.4	1547.7	1297.1	1283.2
3.4 Derivatives	-240.8	-214.9	-231.7	-179.5	-395.3	-332.1	-282.9
3.5 Other claims on central government, net	-39.3	-4.6	38.9	76.4	-138.2	-198.8	-173.7
4. Credits to social security funds (S.1314)	0.0	0.0	0.0	0.0	0.0	0.0	0.0
5. Credits to local governments (S.1313)	50.9	53.0	53.1	56.6	58.7	59.2	62.3
5.1 Forint	45.7	47.1	47.3	50.9	53.4	54.4	57.7
5.2 Foreign currency	5.2	5.8	5.7	5.7	5.3	4.8	4.6
6. Credits to households (S.14)	470.2	484.7	502.0	603.9	682.9	711.4	740.3
6.1 Forint	467.1	481.2	498.0	593.7	669.2	696.7	729.7
6.2 Foreign currency	3.0	3.5	3.9	10.2	13.7	14.8	10.6
7. Non-profit institutions serving households (S.15)	27.1	30.4	29.1	43.0	23.0	11.1	15.5
7.1 Forint	21.8	25.7	24.4	32.7	9.5	6.4	5.9
7.2 Foreign currency	5.3	4.7	4.7	10.3	13.5	4.6	9.6
II. Net foreign assets (S.2)	-404.3	-439.6	-416.5	-296.6	61.2	256.4^{a)}	111.1^{a)}
1. Bonds	-188.7	-48.2	-122.9	139.4	417.9	713.2	-
2. Shares and other equities	224.3	152.2	203.9	492.2	129.9	104.7	-
2.1 Portfolio investments	546.4	475.8	528.2	827.0	480.9	455.6	-
2.2 Foreign direct investments without intercompany loans	-322.1	-323.6	-324.4	-334.8	-350.9	-350.9	-
3. Intercompany loans	-1.1	0.0	-86.5	-86.1	-83.0	-83.0	-
4. Derivatives	245.6	227.2	242.6	183.6	386.3	304.0	-
5. Other	-604.6	-690.1	-658.6	-1027.0	-789.9	-782.6	-

Appendix (contd.)

Monetary survey (S.121+S.122) (cont.)

	Ft billions							
	2000				2001			
	May	June	July	Dec	May	Preliminary June	Preliminary July	
III. Broad money (M3) (1 + 2 + 3)	5414.6	5463.0	5500.7	6043.6	6144.7	6155.6	6218.3	
1. M2	5320.8	5359.7	5412.6	5947.7	6027.6	6020.1	6091.7	
1.1 Currency outside monetary institutions (S.1+S.2-S.121-S.122)	784.3	809.6	819.4	876.2	867.4	897.9	902.5	
1.1.1 Households (S.14)	702.6	733.2	741.8	796.1	791.9	818.8	824.3	
1.1.2 Other (S.1+S.2-S.121-S.122-S.14)	81.7	76.3	77.5	80.2	75.5	79.1	78.2	
1.2 Deposits	4536.5	4550.2	4593.2	5071.5	5160.3	5122.2	5189.2	
1.2.1 Non-financial corporations (S.11)	1339.3	1354.2	1377.6	1545.5	1543.1	1521.1	1558.6	
1.2.2.1 Forint	1077.0	1104.1	1118.0	1272.1	1238.4	1220.3	1223.9	
1.2.2.2 Foreign currency	262.3	250.1	259.6	273.3	304.7	300.8	334.7	
1.2.2.2 Other financial corporations (S.123+S.124+S.125)	108.0	96.2	73.4	94.6	82.3	87.2	94.0	
1.2.2.2.1 Forint	84.1	72.0	57.2	73.9	65.0	70.4	82.7	
1.2.2.2.2 Foreign currency	23.9	24.2	16.2	20.7	17.2	16.7	11.3	
1.2.3 Local governments (S.1313)	104.3	92.1	98.3	141.4	112.4	111.2	111.3	
1.2.3.1 Forint	103.2	91.0	97.5	140.9	111.7	110.6	110.9	
1.2.3.2 Foreign currency	1.1	1.2	0.9	0.5	0.7	0.5	0.4	
1.2.4 Households (S.14)	2908.4	2931.4	2965.2	3210.4	3325.6	3311.1	3330.7	
1.2.4.1 Forint	2232.1	2257.6	2273.5	2475.0	2568.4	2593.7	2609.9	
1.2.4.2 Foreign currency	676.3	673.8	691.7	735.4	757.2	717.3	720.8	
1.2.5 Non-profit institutions serving households (S.15)	76.5	76.2	78.8	79.7	96.9	91.6	94.5	
1.2.5.1 Forint	69.3	68.8	71.3	71.2	85.1	81.2	84.4	
1.2.5.2 Foreign currency	7.2	7.4	7.5	8.5	11.8	10.4	10.2	
2. Sale and repurchase agreements	41.0	50.9	35.5	26.1	40.6	50.8	39.7	
2.1 Non-financial corporations (S.11)	35.3	23.3	23.8	15.8	13.3	7.9	10.1	
2.2 Other financial corporations (S.123+S.124+S.125)	2.8	26.5	7.9	3.1	24.6	39.4	26.1	
2.3 Local governments (S.1313)	2.9	1.1	3.9	6.8	2.2	2.9	2.9	
2.4 Households (S.14)	0.0	0.0	0.0	0.4	0.6	0.6	0.6	
3. Securities issued by other monetary financial institutions (S.122)	52.7	52.3	52.5	69.8	76.4	84.8	86.9	
IV. Money market instruments	235.7	197.8	235.2	349.6	506.7	510.8	507.5	
V. Other claims net (III.-IV.-I.-II.)	-434.0	-459.9	-510.9	-547.1	-435.7	-371.0	-256.5	
Memorandum item:								
Domestic credit (I.1.1+I.2.1+I.3+I.4+I.5+I.6+I.7)	6221.7	6300.2	6394.7	6960.2	6773.4	6532.2	6597.6	

Foreign currency denominated assets and liabilities are converted into forint equivalent by using official midpoint exchange rates of the central bank. The aggregates may not sum to the totals because of rounding.

a) Central bank data are preliminary; those for credit institutions reflect bank estimates.

Monetary aggregates

	Ft billions							
	2000				2001			
	31 May	30 June	31 July	31 Dec	31 May	Preliminary 30 June	Preliminary 31 July	
Monetary base (M0)	1385.2	1420.6	1414.3	1561.1	1337.7	1380.1	1382.7	
M1	2034.6	2082.3	2099.7	2374.0	2286.0	2323.4	2316.8	
M2	5320.8	5359.7	5412.6	5947.7	6027.6	6020.1	6091.7	
M3	5414.6	5463.0	5500.7	6043.6	6144.7	6155.6	6218.3	
M4	7835.6	7893.0	7981.9	8643.4	8959.5	8978.4	9104.5	

Notes:

Monetary base (M0) = Currency in circulation plus other monetary financial institutions' reserves and other forint accounts at the central bank. M0 is calculated from the month-end value of banknotes and coin, and the average of banks' reserve deposits and other forint balances with the central bank, taking the averages of the last two weeks up to end-August 1998 and monthly averages from September. M0 does not include the stock of central bank remunerated deposits.

M1 = Currency outside monetary institutions plus forint sight deposits.

M2 = M1 plus foreign currency sight deposits plus domestic and foreign currency time deposits.

M3 = M2 plus repurchase agreements plus securities issued by other monetary financial institutions.

M4 = M3 plus government securities held outside monetary institutions plus NBH domestic bills held outside monetary institutions.