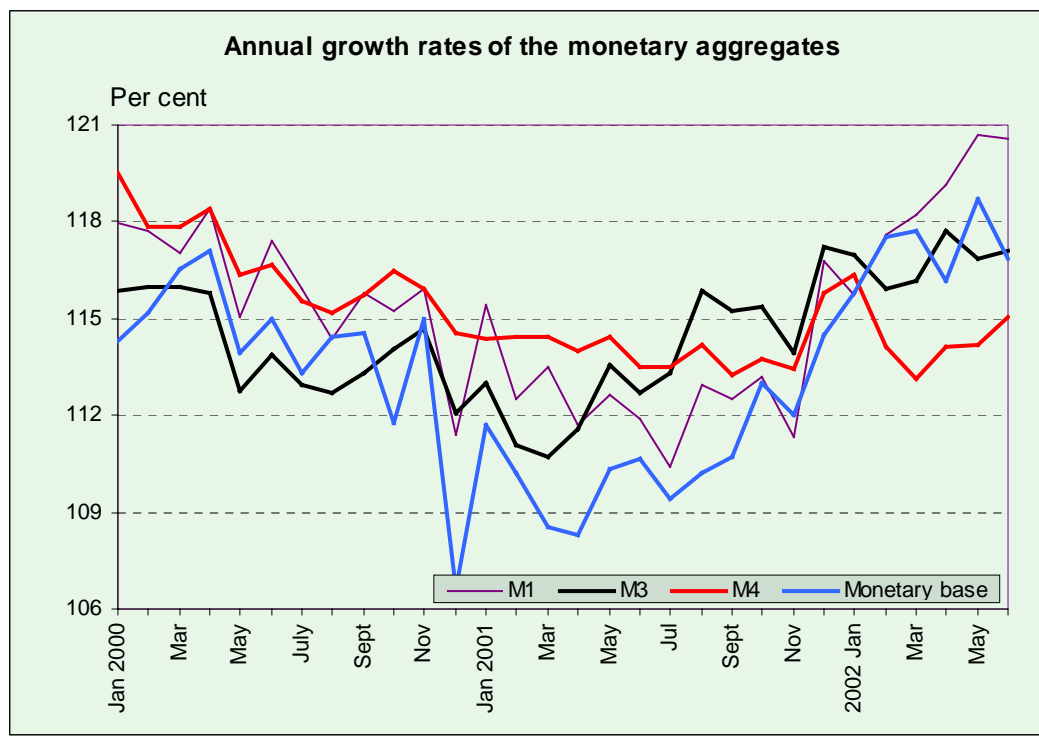


## PRESS RELEASE

### Monetary survey June 2002 (preliminary)

The annual growth index of the monetary base decreased by 1.8 percentage points in June 2002, the aggregate growing by 16.8% in twelve months. The monetary aggregate M1 is composed of currency outside monetary institutions plus forint sight deposits. In June, it grew at a 0.1 percentage point slower rate than in May. Consequently, the end-of-month stock of M1 was 20.6% higher than a year earlier. M2 is a measure of sight foreign currency deposits plus time forint and foreign currency deposits, in addition to the constituents of M1. Annual growth in the aggregate increased by 0.6 percentage points, its end-June stock increasing by 16.6% in a twelve-month comparison. The annual growth index of broad money M3 increased by 0.3 percentage points relative to May, the stock of the aggregate increasing by 17.1% year on year. Annual broadest money M4 growth rose by 0.9 percentage points in one month. As a result, the end-June stock of M4 was 15.1% higher than at the end of June 2001.



## Appendix 1

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

Ft billions

	2001			2002		
	Apr	May	Jun	Apr	Preliminary May	Preliminary Jun
<b>I. Domestic claims (S.1) (1+...+7)</b>	<b>7114.5</b>	<b>7030.8</b>	<b>6789.2</b>	<b>7672.9</b>	<b>7836.0</b>	<b>8016.3</b>
1. Claims on non-financial corporations (S.11)	3521.3	3549.2	3494.9	3871.4	3939.3	3974.0
1.1 Credits	3332.4	3333.0	3284.4	3585.4	3639.1	3671.4
1.1.1 Forint	2063.2	2099.5	2128.7	2395.2	2422.5	2451.8
1.1.2 Foreign currency	1269.1	1233.5	1155.7	1190.2	1216.7	1219.7
1.1.3 Sale and repurchase agreements	0.0	0.0	0.0	0.0	0.0	0.0
1.2 Bonds	11.6	12.5	11.4	14.0	14.2	12.5
1.3 Shares and other equities	177.4	203.7	199.1	271.9	286.0	290.1
2. Claims on other financial corporations (S.123+S.124+S.125)	270.5	289.4	333.3	461.0	486.3	517.0
2.1 Credits	223.1	247.8	290.2	417.7	443.8	475.8
2.1.1 Forint	113.0	136.0	152.8	150.3	153.3	157.0
2.1.2 Foreign currency	100.3	105.0	130.3	265.6	284.6	315.5
2.1.3 Sale and repurchase agreements	9.8	6.8	7.1	1.8	5.9	3.3
2.2 Bonds	1.6	1.3	1.3	0.2	0.2	0.3
2.3 Shares and other equities	45.8	40.2	41.8	43.2	42.4	40.9
3. Net claims on consolidated central government (S.1311)	2609.7	2443.7	2183.5	2283.3	2289.7	2349.3
3.1 Government bonds	1249.2	1221.7	1214.7	1315.4	1337.4	1296.9
3.2 Treasury bills	187.0	208.1	202.9	278.0	292.3	285.5
3.3 Foreign currency loans	1527.4	1547.7	1297.1	1024.0	977.1	964.5
3.4 Derivatives	-271.7	-395.3	-332.1	-197.7	-178.1	-141.3
3.5 Other claims on central government, net	-82.3	-138.5	-199.1	-136.3	-139.0	-56.3
4. Credits to social security funds (S.1314)	0.0	0.0	0.0	0.0	0.0	0.0
5. Credits to local governments (S.1313)	53.8	58.8	59.2	73.8	85.7	83.7
5.1 Forint	48.1	53.5	54.4	70.5	82.4	80.4
5.2 Foreign currency	5.7	5.3	4.8	3.4	3.4	3.3
6. Credits to households (S.14)	652.5	683.1	712.6	971.8	1023.6	1080.7
6.1 Forint	639.2	669.4	697.9	944.4	995.0	1050.7
6.2 Foreign currency	13.3	13.7	14.8	27.4	28.5	29.9
7. Non-profit institutions serving households (S.15)	6.7	6.6	5.7	11.6	11.2	11.7
7.1 Forint	3.4	3.4	2.6	8.6	8.4	8.5
7.2 Foreign currency	3.3	3.2	3.1	3.0	2.8	3.1
<b>II. Net foreign assets (S.2)</b>	<b>419.0</b>	<b>516.7</b>	<b>657.3</b>	<b>797.9</b>	<b>645.5</b>	<b>490.8<sup>a)</sup></b>
1. Bonds	475.2	413.1	601.1	643.1	643.7	-
2. Shares and other equities	644.5	612.3	580.7	332.5	342.9	-
2.1 Portfolio investments <sup>b)</sup>	617.3	587.6	562.3	308.1	319.0	-
2.2 Foreign direct investments without intercompany loans <sup>c)</sup>	27.2	24.7	18.4	24.4	23.9	-
3. Intercompany loans	0.0	-83.0	-79.8	-81.8	-75.4	-
4. Derivatives	233.3	364.2	309.0	176.8	156.2	-
5. Other	-847.8	-790.0	-753.7	-272.7	-421.8	-
<b>III. Broad money (M3) (1 + 2 + 3)</b>	<b>6059.0</b>	<b>6153.5</b>	<b>6163.6</b>	<b>7133.7</b>	<b>7191.4</b>	<b>7219.0</b>
1. M2	5947.9	6036.1	6027.6	6952.6	7001.9	7026.5
1.1 Currency outside monetary institutions (S.1+S.2-S.121-S.122)	849.8	872.8	903.4	1029.4	1077.1	1102.4
1.1.1 Households (S.14)	777.1	796.9	823.9	941.1	985.9	1008.1
1.1.2 Other (S.1+S.2-S.121-S.122-S.14)	72.7	75.9	79.5	88.3	91.2	94.3
1.2 Deposits	5098.1	5163.3	5124.2	5923.1	5924.8	5924.1
1.2.1 Non-financial corporations (S.11)	1486.4	1543.3	1521.2	1753.1	1806.2	1855.0
1.2.2 Forint	1184.7	1238.5	1220.4	1356.3	1445.9	1467.5
1.2.2.1 Foreign currency	301.7	304.7	300.8	396.8	360.4	387.5
1.2.2.2 Other financial corporations (S.123+S.124+S.125)	80.2	82.3	87.2	228.8	173.5	135.1
1.2.2.3 Forint	62.9	65.0	70.4	213.2	154.0	118.4
1.2.2.4 Foreign currency	17.3	17.2	16.7	15.6	19.5	16.7
1.2.3 Local governments (S.1313)	130.5	112.4	111.2	160.9	148.4	140.7
1.2.3.1 Forint	129.6	111.8	110.6	148.5	136.0	128.9
1.2.3.2 Foreign currency	0.9	0.7	0.5	12.4	12.4	11.9
1.2.4 Households (S.14)	3304.4	3328.5	3313.3	3672.0	3688.6	3687.6
1.2.4.1 Forint	2543.2	2571.3	2596.0	2958.5	2992.2	3009.0
1.2.4.2 Foreign currency	761.2	757.2	717.3	713.5	696.4	678.6
1.2.5 Non-profit institutions serving households (S.15)	96.6	96.9	91.3	108.4	108.1	105.7
1.2.5.1 Forint	86.4	85.1	80.9	99.2	99.0	96.9
1.2.5.2 Foreign currency	10.3	11.8	10.4	9.2	9.1	8.8
2. Sale and repurchase agreements	36.7	40.5	50.8	34.4	38.1	33.2
2.1 Non-financial corporations (S.11)	21.9	13.3	7.9	21.0	26.0	18.5
2.2 Other financial corporations (S.123+S.124+S.125)	8.5	24.6	39.4	2.7	4.8	12.0
2.3 Local governments (S.1313)	6.0	2.2	2.9	10.4	7.2	2.4
2.4 Households (S.14) + Non-profit institutions serving households (S.15)	0.3	0.4	0.6	0.4	0.2	0.2
3. Securities issued by other monetary financial institutions (S.122)	74.5	77.0	85.3	146.7	151.4	159.2
<b>IV. Money market instruments</b>	<b>493.3</b>	<b>506.9</b>	<b>489.0</b>	<b>109.1</b>	<b>69.9</b>	<b>37.1</b>
<b>V. Other claims net (III.+IV.-I.-II.)</b>	<b>-981.2</b>	<b>-887.1</b>	<b>-794.0</b>	<b>-1228.1</b>	<b>-1220.3</b>	<b>-1251.0</b>
Memorandum item:						
Domestic credit (I.1.1+I.2.1+I.3+I.4+I.5+I.6+I.7)	6878.1	6773.1	6535.7	7343.6	7493.2	7672.5

Foreign currency denominated assets and liabilities are converted into forint equivalent using official mid-point 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.

b) From 15 April 2002, portfolio investments of non-residents in other monetary financial institutions have been recorded as part of registered capital, under 'Other claims, net'. The change has been made retroactively from the beginning of 1996.

c) From 21 January 2002, ownership shares of non-residents in other monetary financial institutions have been moved from 'Foreign direct investments' under 'Net foreign assets' to 'Other claims, net'. The change has been made retroactively from the beginning of 2000.

## Monetary aggregates

Ft billions

	2001			2002		
	30 Apr	31 May	30 Jun	30 Apr	Preliminary 31 May	Preliminary 30 Jun
Monetary base (M0)	1330.5	1343.1	1385.6	1545.3	1594.0	1618.9
M1	2235.0	2292.1	2331.6	2662.3	2765.8	2811.8
M2	5947.9	6037.6	6027.6	6952.6	7001.9	7026.5
M3	6059.0	6155.1	6163.6	7133.7	7191.4	7219.0
M4	8925.7	9009.4	9000.9	10185.2	10318.0	10356.2

*Notes:*

*Monetary base (M0) = Currency in circulation plus other monetary financial institutions' reserves and other domestic currency balances at the central bank. M0 is calculated from the month-end value of banknotes and coin, and the average of other monetary financial institutions' reserves 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 deposits plus forint time deposits.*

*M3 = M2 plus outstanding repos plus holdings of securities issued by other monetary financial institutions.*

*M4 = M3 plus resident holdings of government securities outside monetary institutions plus MNB domestic bills held by non-banks.*