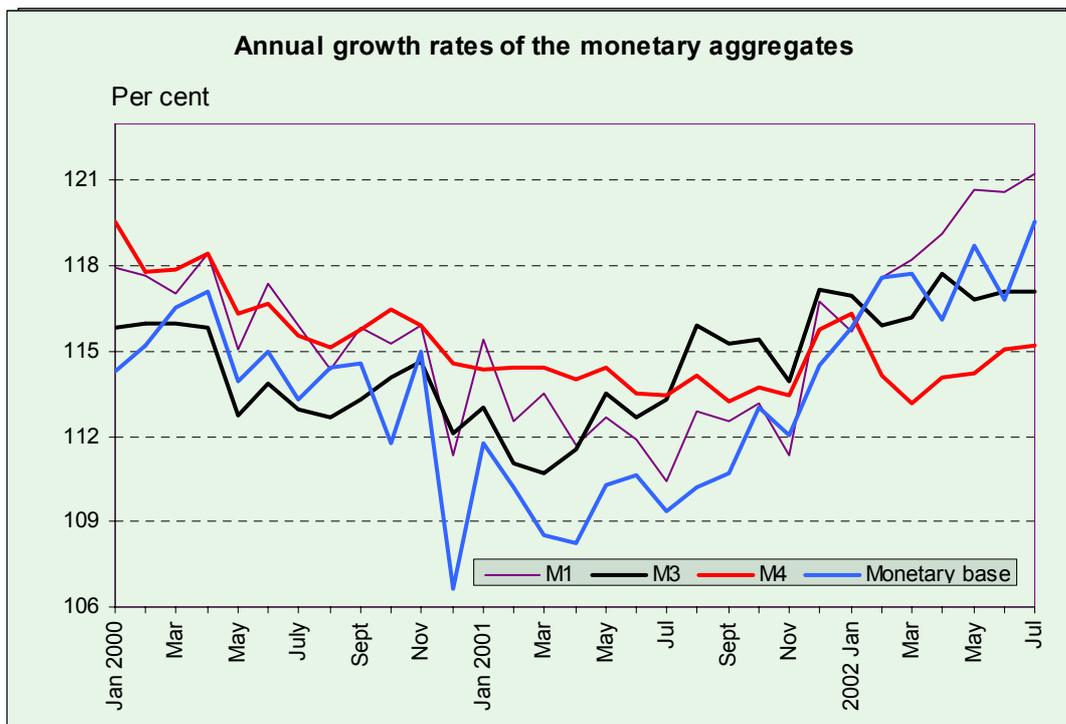


PRESS RELEASE

Monetary survey July 2002 (preliminary)

The annual growth index of the monetary base increased by 2.7 percentage points in July 2002, the aggregate growing by 19.6% in twelve months. The monetary aggregate M1 is composed of currency outside monetary institutions plus forint sight deposits. In July, it grew at a 1.1 percentage point faster rate than in June. Consequently, the end-of-month stock of M1 was 21.3% 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 fell by 0.8 percentage points, its end-July stock increasing by 15.8% in a twelve-month comparison. The annual growth index of broad money M3 increased by 0.1 percentage points relative to June, the stock of the aggregate increasing by 17.1% year on year. Annual broadest money M4 growth rose by 0.6 percentage points in one month. As a result, the end-July stock of M4 was 15.2% higher than at the end of July 2001.



Monetary survey (S.121+S.122)

Ft billions

	2001			2002		
	May	June	Jul	May	Preliminary June	Preliminary Jul
I. Domestic claims (S.1) (1+...+7)	7030,8	6789,3	6985,3	7836,0	8026,2	8112,2
1. Claims on non-financial corporations (S.11)	3549,2	3494,8	3563,6	3939,3	3947,1	4007,9
1.1 Credits	3333,0	3284,3	3323,4	3639,1	3674,7	3717,3
1.1.1 Forint	2099,5	2128,6	2146,3	2422,5	2454,2	2461,7
1.1.2 Foreign currency	1233,5	1155,7	1176,9	1216,7	1220,4	1255,5
1.1.3 Sale and repurchase agreements	0,0	0,0	0,2	0,0	0,0	0,0
1.2 Bonds	12,5	11,4	14,4	14,2	12,4	16,6
1.3 Shares and other equities	203,7	199,1	225,7	286,0	260,0	274,1
2. Claims on other financial corporations (S.123+S.124+S.125)	289,4	338,4	336,6	486,3	521,8	545,7
2.1 Credits	247,8	295,3	293,8	443,8	478,6	504,7
2.1.1 Forint	136,0	152,5	147,9	153,3	160,0	162,2
2.1.2 Foreign currency	105,0	130,3	141,7	284,6	315,7	338,9
2.1.3 Sale and repurchase agreements	6,8	12,4	4,3	5,9	2,8	3,6
2.2 Bonds	1,3	1,3	1,0	0,2	0,2	0,4
2.3 Shares and other equities	40,2	41,8	41,7	42,4	43,0	40,7
3. Net claims on consolidated central government (S.1311)	2443,7	2178,3	2273,7	2289,7	2376,5	2297,3
3.1 Government bonds	1221,7	1210,4	1248,3	1337,4	1322,0	1292,9
3.2 Treasury bills	208,1	202,0	203,2	292,3	288,4	279,1
3.3 Foreign currency loans	1547,7	1297,1	1283,2	977,1	964,5	972,0
3.4 Derivatives	-395,3	-332,1	-283,0	-178,1	-141,3	-149,7
3.5 Other claims on central government, net	-138,5	-199,0	-178,1	-139,0	-57,0	-97,0
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)	58,8	59,2	63,1	85,7	83,8	92,3
5.1 Forint	53,5	54,4	58,6	82,4	78,2	87,1
5.2 Foreign currency	5,3	4,8	4,6	3,4	5,6	5,1
6. Credits to households (S.14)	683,1	713,0	742,7	1023,6	1084,9	1157,6
6.1 Forint	669,4	698,2	726,9	995,0	1054,9	1126,6
6.2 Foreign currency	13,7	14,8	15,7	28,5	30,0	31,0
7. Non-profit institutions serving households (S.15)	6,6	5,7	5,7	11,2	12,1	11,4
7.1 Forint	3,4	2,6	2,6	8,4	8,6	8,4
7.2 Foreign currency	3,2	3,1	3,1	2,8	3,6	3,0
II. Net foreign assets (S.2)	516,7	657,3	619,2	645,5	462,7	407,0a)
1. Bonds	413,1	601,1	653,2	643,7	612,7	-
2. Shares and other equities	612,3	580,7	567,7	342,9	371,7	-
2.1 Portfolio investments ^{b)}	587,6	562,3	549,3	319,0	346,8	-
2.2 Foreign direct investments without intercompany loans ^{c)}	24,7	18,4	18,4	23,9	25,0	-
3. Intercompany loans	-83,0	-79,8	-80,4	-75,4	-76,5	-
4. Derivatives	364,2	309,0	260,8	156,2	115,5	-
5. Other	-790,0	-753,7	-782,1	-421,8	-560,8	-
III. Broad money (M3) (1 + 2 + 3)	6153,5	6163,7	6241,6	7191,4	7214,0	7310,7
1. M2	6036,1	6027,7	6114,5	7001,9	7027,9	7082,3
1.1 Currency outside monetary institutions (S.1+S.2-S.121-S.122)	872,8	903,4	907,8	1077,1	1107,1	1137,1
1.1.1 Households (S.14)	796,9	823,9	829,2	985,9	1006,5	1041,8
1.1.2 Other (S.1+S.2-S.121-S.122-S.14)	75,9	79,5	78,6	91,2	94,2	95,3
1.2 Deposits	5163,3	5124,3	5206,8	5924,8	5927,2	5945,2
1.2.1 Non-financial corporations (S.11)	1543,3	1521,1	1566,1	1806,2	1849,1	1869,0
1.2.2.1 Forint	1238,5	1220,2	1231,1	1445,9	1461,1	1482,0
1.2.2.2 Foreign currency	304,7	300,9	335,0	360,4	388,0	387,0
1.2.2 Other financial corporations (S.123+S.124+S.125)	82,3	87,1	99,7	173,5	139,5	124,0
1.2.2.1 Forint	65,0	70,4	83,5	154,0	119,1	108,7
1.2.2.2 Foreign currency	17,2	16,7	16,2	19,5	20,4	15,3
1.2.3 Local governments (S.1313)	112,4	111,2	112,1	148,4	140,2	124,6
1.2.3.1 Forint	111,8	110,7	111,7	136,0	128,3	113,8
1.2.3.2 Foreign currency	0,7	0,5	0,4	12,4	11,9	10,9
1.2.4 Households (S.14)	3328,5	3313,5	3335,9	3688,6	3690,4	3719,8
1.2.4.1 Forint	2571,3	2596,1	2614,8	2992,2	3011,2	3042,0
1.2.4.2 Foreign currency	757,2	717,4	721,1	696,4	679,2	677,7
1.2.5 Non-profit institutions serving households (S.15)	96,9	91,3	93,0	108,1	108,0	107,8
1.2.5.1 Forint	85,1	80,9	83,0	99,0	99,2	99,0
1.2.5.2 Foreign currency	11,8	10,4	10,1	9,1	8,8	8,9
2. Sale and repurchase agreements	40,5	50,8	40,1	38,1	27,5	53,0
2.1 Non-financial corporations (S.11)	13,3	7,9	10,1	26,0	18,5	30,6
2.2 Other financial corporations (S.123+S.124+S.125)	24,6	39,4	26,1	4,8	6,1	19,8
2.3 Local governments (S.1313)	2,2	2,9	3,4	7,2	2,4	2,2
2.4 Households (S.14) + Non-profit institutions serving households (S.15)	0,4	0,6	0,4	0,2	0,4	0,4
3. Securities issued by other monetary financial institutions (S.122)	77,0	85,3	87,0	151,4	158,6	175,5
IV. Money market instruments	506,9	489,0	476,6	69,9	37,1	3,0
V. Other claims net (III.+IV.-I.-II.)	-887,1	-793,9	-886,3	-1220,3	-1237,8	-1205,5
Memorandum item:						
Domestic credit (I.1.1+I.2.1+I.3+I.4+I.5+I.6+I.7)	6773,1	6535,8	6702,4	7493,2	7710,6	7780,5

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.

b) From 15 April 2002 the item entitled portfolio investments within Net foreign assets has not included portfolio investments of nonresidents in other monetary financial institutions.

Their amounts have been presented as part of Other claims net. The change has been made retroactively from the beginning of 1996.

c) From 21 January 2002 the item entitled Foreign direct investment within Net foreign assets has not included ownership of nonresidents in other monetary financial institutions.

This item has been presented as part of Other claims net. The change has been made retroactively from the beginning of 2000.

Appendix 2

Monetary aggregates

Ft billions

	2001			2002		
	31 May	30 Jun	31 Jul	31 May	Preliminary 30 Jun	Preliminary 31 Jul
Monetary base (M0)	1343,1	1385,6	1388,2	1594,1	1619,0	1660,0
M1	2292,1	2331,6	2319,5	2765,8	2802,7	2812,6
M2	6037,6	6027,7	6114,5	7001,9	7027,9	7082,3
M3	6155,1	6163,7	6241,6	7191,4	7214,0	7310,7
M4	9009,4	9006,3	9103,2	10289,2	10321,2	10486,4

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.