

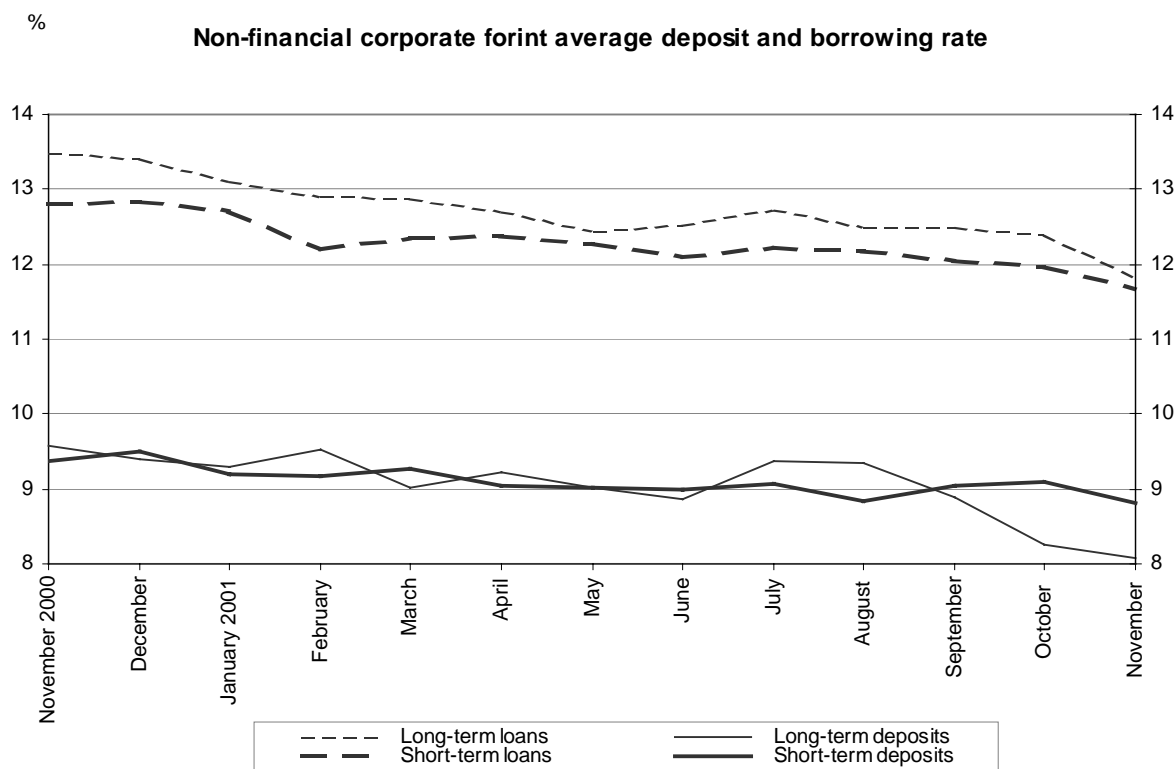
2 January 2002

PRESS RELEASE

Non-financial corporate sector and household sector borrowing and deposit rates, interbank lending rates

November 2001

In November, the averages of non-financial corporate sector borrowing and deposit rates¹ were lower than in October, those on long-term loans falling the most significantly. The trend of household sector borrowing and deposit downwards continued. Sole proprietors' average borrowing rates also fell. Average lending rates in the forint interbank market experienced significant decreases at every maturity.

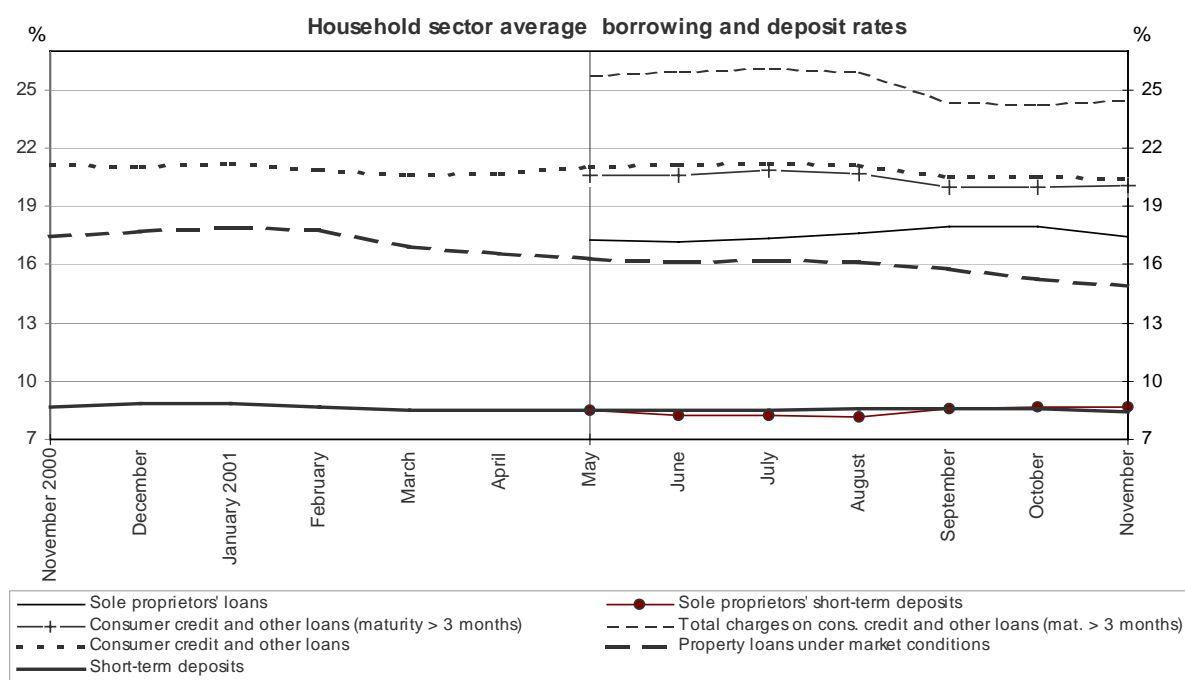


The average of interest rates on short-term loans provided to the non-financial corporate sector under market conditions fell from 11.95% to 11.65%, the average rate on long-term loans changing from 12.39% to 11.85%. The sector's average of short-term deposit rates fell

¹ When computing the average rates for the individual sectors, deposits and credits during the month under review are applied as weights. The rates do not contain additional costs (such as fees).

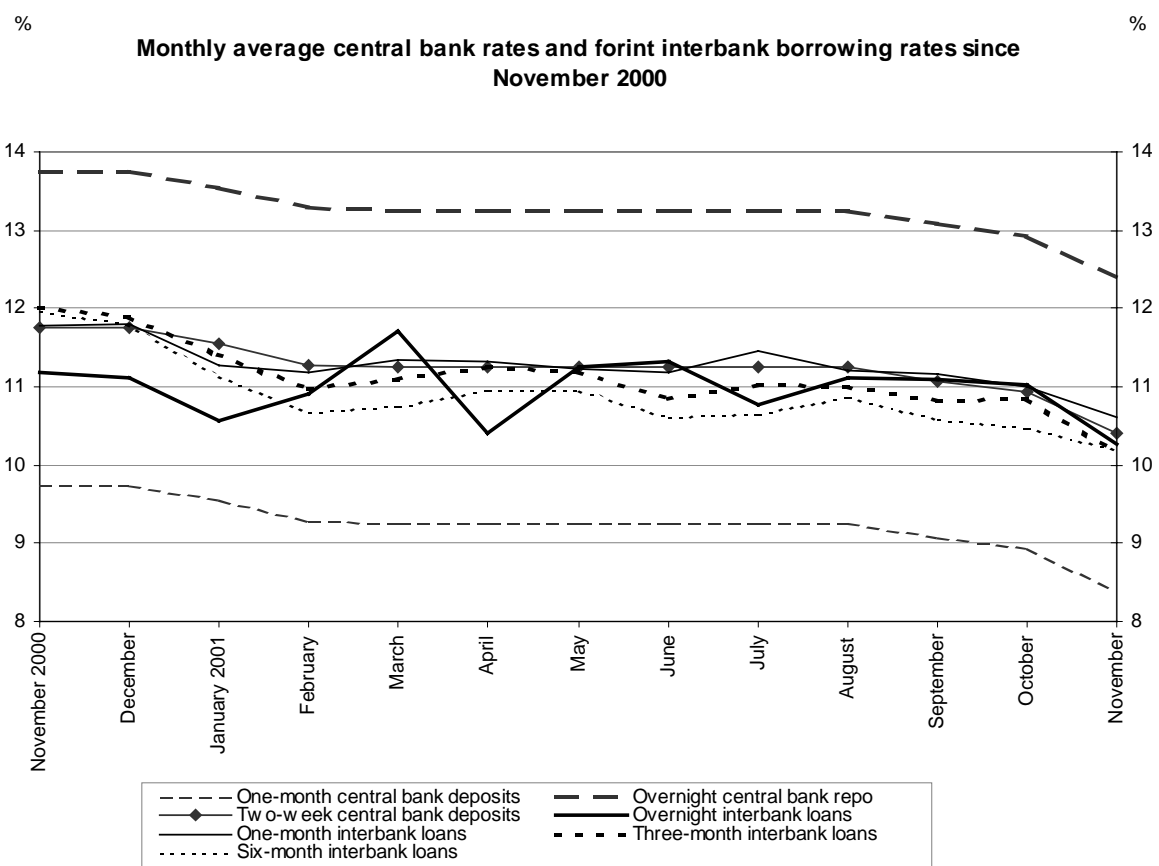
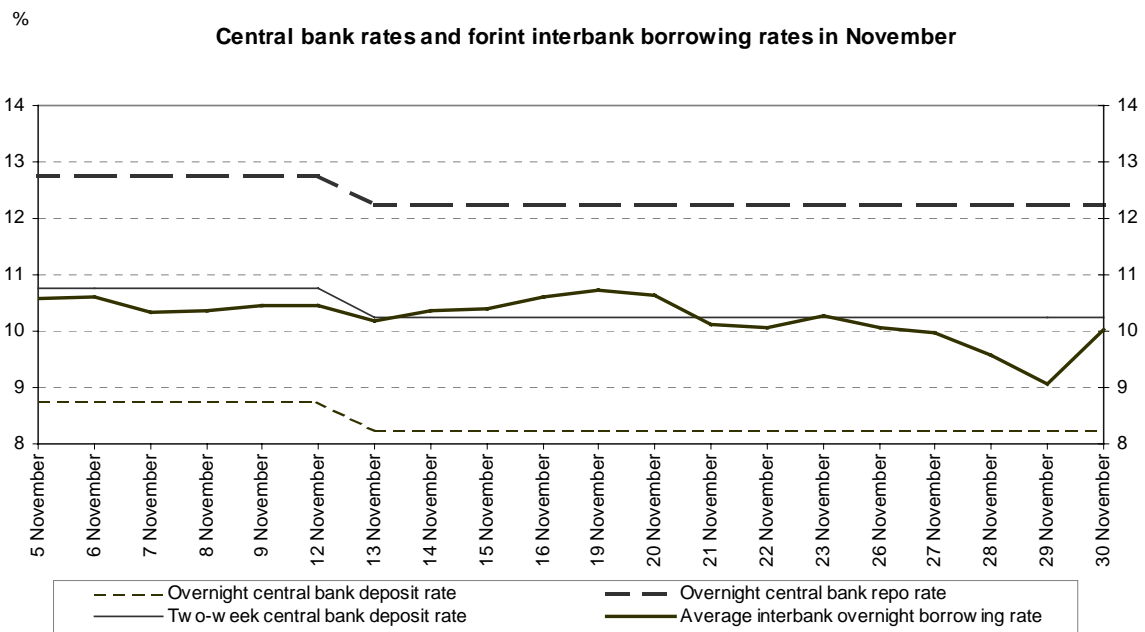
from 9.09% to 8.81%, that on long-term deposits changing a little from 8.26% to 8.08%. As regards short-term borrowing and deposit rates, which have a more important role in the market of non-financial corporations' debts and deposits, the spread between average rates, at 2.84 percentage points, saw little change relative to October. The movements in November in the averages of borrowing and deposit rates were caused by changes to interest rate conditions.

Among borrowing rates of individuals, who constitute a part of the household sector, the average of interest rates on property loans, provided under market conditions, changed from 15.28% in October to 14.90% in November, and that of rates on consumer credit and other loans from 20.49% to 20.40%. The average interest rate on consumer credit and other loans provided for terms of more than three months changed from 20.01% to 20.06% and the average total charge² from 24.28% to 24.49% relative to the preceding month. Individuals' average sight deposit rate changed from 3.42% to 3.51%, that on short-term deposits falling from 8.57% to 8.44%. The average long-term deposit rate fell from 9.23% to 8.71%, showing a 52 basis point drop.



The average interest rate on lending to sole proprietors, constituents of the household sector, changed from 17.95% to 17.47% in one month. The average sight deposit rate changed from 1.74% to 1.71%. The average short-term deposit rate was 8.65% in November, up from 8.63% in October.

² Total charges on lending for the individual loan types weighted by the loans extended during the month under review.



Forint interbank turnover amounted to Ft 1,483.1 billion in November, showing an increase of Ft 90.8 billion relative to the preceding month. The daily average of interest rates on overnight loans fluctuated narrowly around the Bank's policy rate throughout most of the month, with a higher degree of volatility being observable only towards month-end. The

average of overnight lending rates fell 77 basis points, from 11.03% to 10.26%. The average of borrowing rates for one month changed from 11.04% to 10.60% in the month. The three-month average interest rate fell from 10.83% to 10.17%. Six-month borrowing rates were at 10.21% on average, falling from 10.47%.

* * * * *

Daily interbank rates are available on special request at the Bank's Press and Public Relations Department.

Appendix 1

Non-financial corporate sector forint average borrowing and deposit rates^{a)}

Per cent

	2000		2001										
	Nov.	Dec.	Jan.	Feb.	March	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.
Loans													
Short-term loans	12,80	12,83	12,70	12,19	12,36	12,37	12,27	12,08	12,22	12,17	12,04	11,95	11,65
Long-term loans	13,48	13,42	13,10	12,91	12,87	12,69	12,45	12,51	12,72	12,50	12,49	12,39	11,85
Discounted bills	12,44	12,89	12,60	12,34	12,61	12,45	12,34	12,06	11,87	12,30	11,71	11,61	12,10
Time deposits													
Short-term deposits	9,38	9,49	9,20	9,16	9,28	9,04	9,02	8,98	9,08	8,85	9,05	9,09	8,81
Less than one month	9,34	9,43	9,20	9,15	9,25	8,97	9,00	8,96	9,06	8,79	9,03	9,05	8,79
1 month<maturity=<1 year	9,75	9,88	9,50	9,31	9,47	9,62	9,20	9,27	9,19	9,36	9,30	9,45	9,05
Long-term deposits	9,57	9,40	9,30	9,52	9,00	9,22	9,01	8,86	9,38	9,35	8,89	8,26	8,08
Settlement account deposits													
Minimum	1,00	0,69	1,00	1,00	1,00	1,00	1,00	1,00	1,00	1,00	0,80	1,00	0,50
Maximum	12,90	12,90	12,30	12,00	12,00	12,00	11,50	12,30	11,80	11,60	11,80	11,80	12,00

a) Does not include interest rates for sole proprietors from May 2001. Data for sole proprietors account for an insignificant role within average rates, therefore, the time series are homogenous from a statistical perspective.

b) Weighted monthly average. Data on contracts concluded by banks and specialised credit institutions with non-financial corporations under market conditions in the given month. Borrowing rates do not include additional costs of loans (e.g. fees).

Household sector forint average borrowing and deposit rates

Per cent

	2000			2001											Per cent
	Nov	Dec	Jan	Feb	March	Apr	May	June	July	Aug	Sept	Oct	Nov		
	HOUSEHOLDS														
Loans															
Property loans at market conditions ^{a)}	17,43	17,70	17,86	17,82	16,95	16,57	16,26	16,15	16,18	16,14	15,78	15,28	14,90		
Consumer credit and other loans ^{b)}	21,11	20,99	21,21	20,88	20,57	20,70	21,08	21,09	21,21	21,10	20,55	20,49	20,40		
Short-term consumer credit and other	20,99	20,75	21,24	20,88	20,70	20,93	21,05	21,09	21,16	21,11	20,05	19,86	19,69		
Long-term consumer credit and other	21,29	21,37	21,16	20,89	20,37	20,42	21,11	21,07	21,27	21,09	21,34	21,47	21,52		
Deposits															
Sight deposits	3,35	3,46	3,72	3,37	3,37	3,36	3,32	3,42	3,31	3,20	3,33	3,42	3,51		
Short-term deposits	8,68	8,77	8,81	8,66	8,52	8,53	8,50	8,53	8,53	8,61	8,58	8,57	8,44		
Less than one month	8,53	8,63	8,65	8,49	8,34	8,36	8,30	8,35	8,36	8,39	8,36	8,31	8,20		
1 month<maturity=<3 months	9,33	9,48	9,49	9,54	9,39	9,35	9,50	9,45	9,35	9,56	9,60	9,60	9,58		
3month<maturity=<1 year	9,04	8,67	9,01	8,83	8,88	8,89	8,88	8,77	8,79	8,80	8,82	8,73	8,58		
Long-term deposits	8,85	8,88	8,86	9,16	8,91	8,93	9,00	9,30	9,41	9,31	9,30	9,23	8,71		
	SOLE PROPRIETORS														
Loans	17,24	17,13	17,33	17,63	17,94	17,95	17,47	
Deposits															
Sight deposits	1,86	1,83	1,74	1,74	1,81	1,74	1,71	
Short-term deposits	8,47	8,27	8,27	8,15	8,59	8,63	8,65	

a) Housing loans (building, property, renovation and addition) and other (holiday homes, garages) provided under market conditions with or without mortgage.

b) Includes overdrafts, personal loans, Lombard ,loans, instalment credit, car purchase loans, mortgage loans etc.

Appendix 2

Changes in household sector average rates^{a)} on consumer credit and other loans and in total charges on loans^{b)}

Per cent

	2001						
	May	June	July	Aug	Sept	Oct	Nov
Overdrafts							
Average interest rate	20,11	20,09	20,33	20,27	18,89	19,00	18,90
Average total charge	26,56	26,53	26,82	26,75	23,98	24,14	23,79
Personal loans							
Average interest rate	23,88	23,57	23,15	22,99	23,08	23,54	23,18
Average total charge	29,12	29,65	28,72	28,68	28,64	28,50	27,78
Lombard loans							
Average interest rate	17,89	17,35	18,09	16,92	17,25	17,78	16,20
Average total charge	20,25	19,73	20,94	19,81	20,59	19,84	18,02
Instalment credit							
Average interest rate	27,05	28,09	28,17	27,34	27,93	27,54	27,95
Average total charge	30,64	32,38	32,55	32,04	32,07	32,40	32,89
Car purchase loans							
Average interest rate	19,88	19,82	19,76	19,93	19,92	19,19	18,43
Average total charge	22,40	22,40	22,28	22,47	22,33	20,47	19,95
Mortgage loans							
Average interest rate	18,70	18,77	18,66	18,72	18,64	18,66	18,49
Average total charge	21,19	21,07	21,21	21,29	20,66	20,11	21,67
Other loans							
Average interest rate	17,37	16,70	16,82	17,64	16,69	16,24	17,65
Average total charge	20,49	21,10	22,29	19,30	19,95	20,57	22,01
Total consumer credit and other loans							
Average interest rate	20,62	20,61	20,82	20,67	19,99	20,01	20,06
Average total charge	25,76	25,95	26,15	25,99	24,41	24,28	24,49

a) The Table includes only data on loans with maturities of more than 3 months.

b) Total charges on the various facilities weighted by lending in the given month.

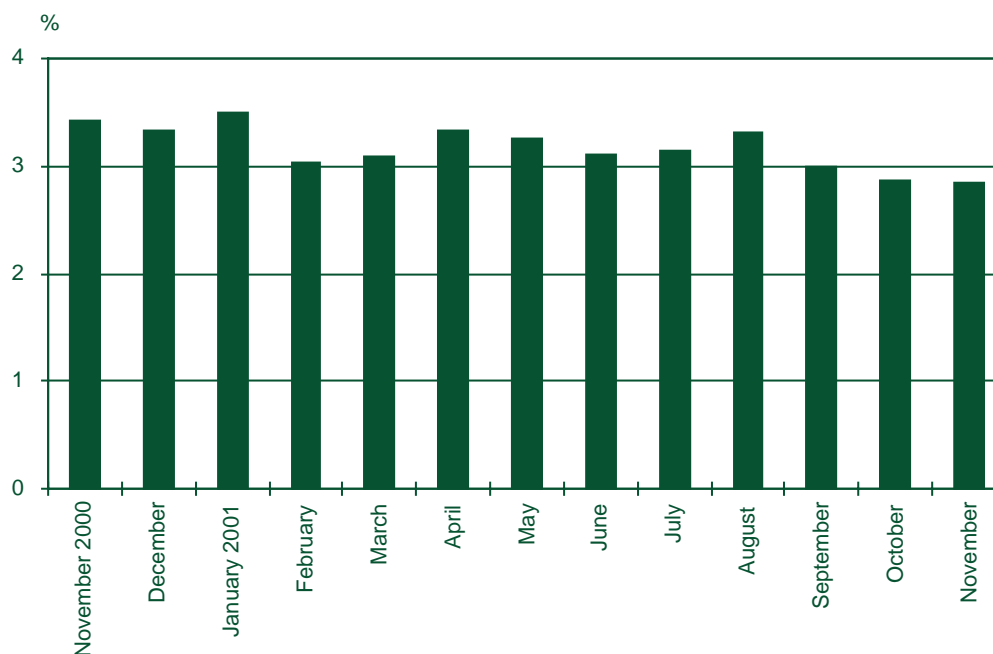
Composition of household sector consumer credit and other loans^{a)} – percentage of shares of loans within total outstanding debt

Per cent

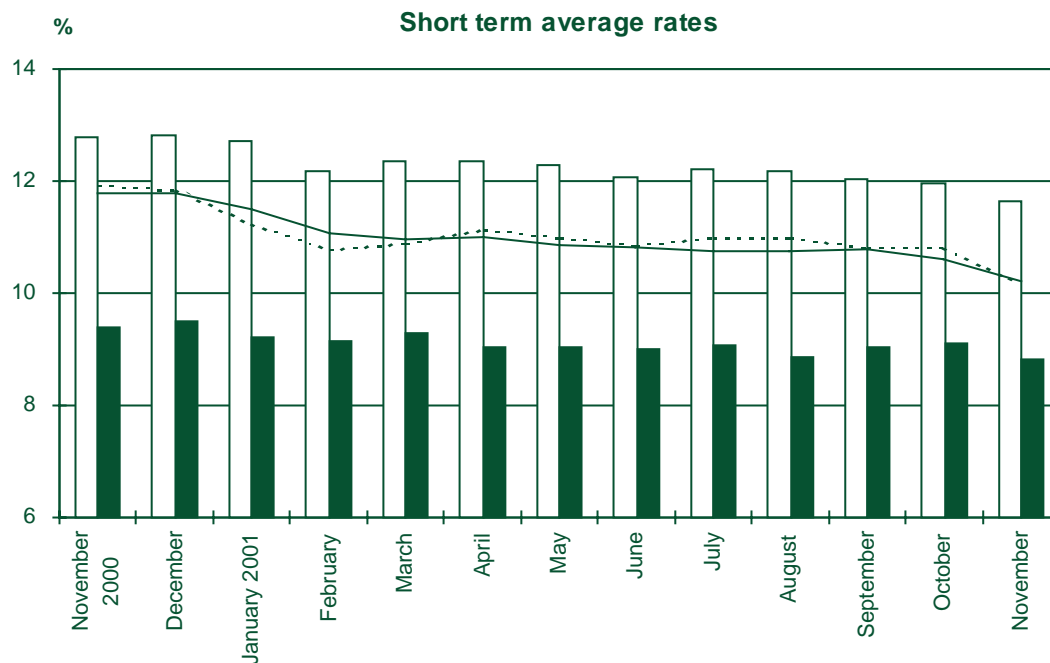
	2001						
	May	June	July	Aug	Sept	Oct	Nov
Consumer and other loans							
Overdraft	52,20	52,70	53,61	54,95	54,21	56,07	54,95
Personal loans	12,59	12,96	12,53	12,16	12,90	11,29	12,32
Lombard loans	3,00	3,44	2,19	1,61	2,07	2,21	2,04
Instalment credit	5,63	5,46	7,00	6,46	6,62	6,91	8,73
Car purchase loans	7,99	7,79	7,13	6,15	6,12	6,28	7,22
Mortgage loans	17,78	16,74	16,06	16,69	16,99	16,37	13,78
Other loans	0,80	0,90	1,49	1,98	1,10	0,87	0,96
Total	100,00	100,00	100,00	100,00	100,00	100,00	100,00

a) The Table includes only data on loans with maturities of more than 3 months.

Differential between short term average deposit and borrowing rates of non-financial corporations



Short term average rates



Non-financial corporate sector loans
 Non-financial corporate sector deposits
 Three-month treasury bills
 Three-month interbank loans