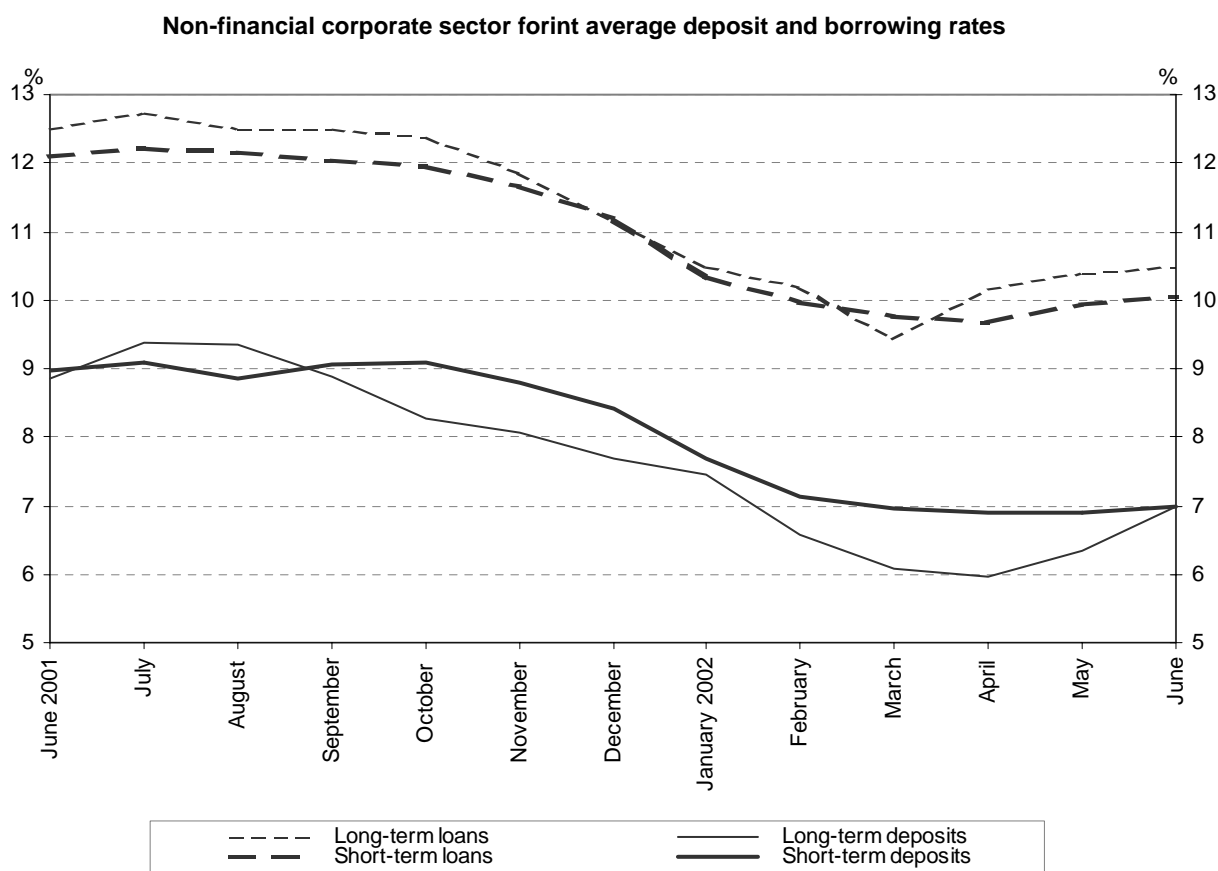


PRESS RELEASE

Non-financial corporate and household sector forint interest rates, interbank lending rates

June 2002



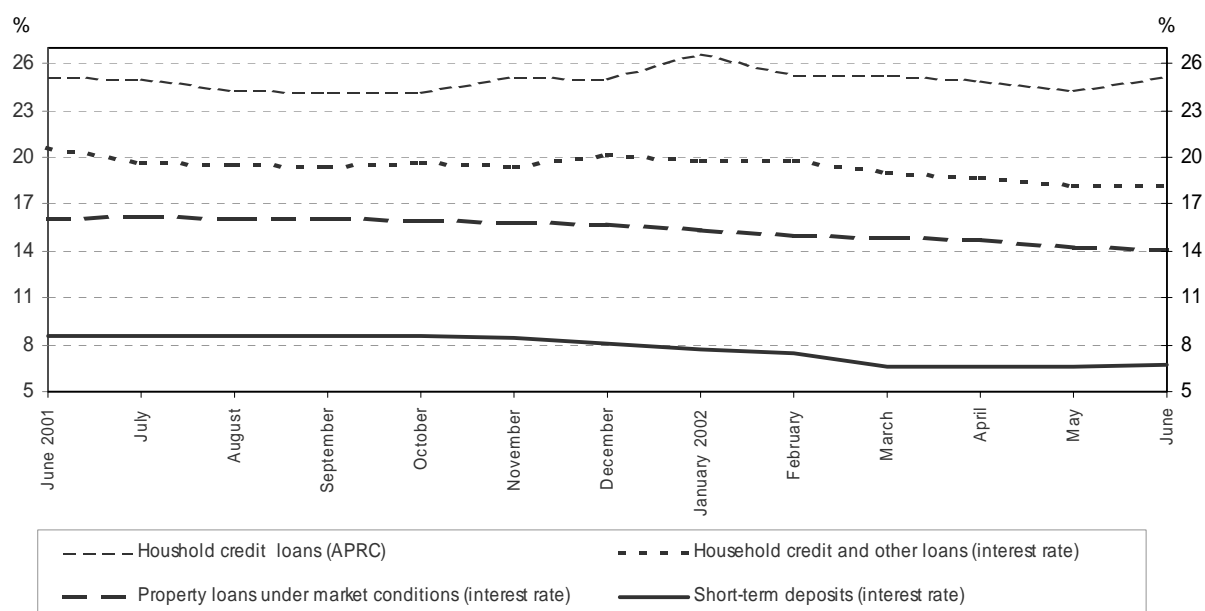
The average of interest rates on short-term loans provided to the non-financial corporate sector under market conditions rose 13 basis points, from 9.93% to 10.06%. The average long-term interest rate also rose 7 basis points, from 10.41% to 10.48%. Both rises were due to changes in interest rates. The sector's average of short-term deposit rates rose 9 basis points, from 6.89% to 6.98%, that of long-term deposit rates rising 64 basis points, from 6.35% to 6.99%, on account of a change in the composition of deposits. The spread between interest rates on short-term loans and deposits, which play a major role for non-financial corporations, changed from 3.04 percentage points to 3.08 percentage points relative to May.

Household sector¹ average interest rates on property loans provided under market conditions fell by 12 basis points, from 14.22% in May to 14.10% in June. Average rates on

¹ The property loans granted under market terms do not include state-subsidised loans. Over the past few months, there has been a significant increase in the stock of lending receiving indirect state subsidies (such as loans by mortgage banks or other credit institutions funded by issuing mortgage bonds receiving interest rate subsidies). Previously this category was stated together with property loans granted under market terms, but the noted upsurge has necessitated a correction of this category. Accordingly, the class of loans granted under

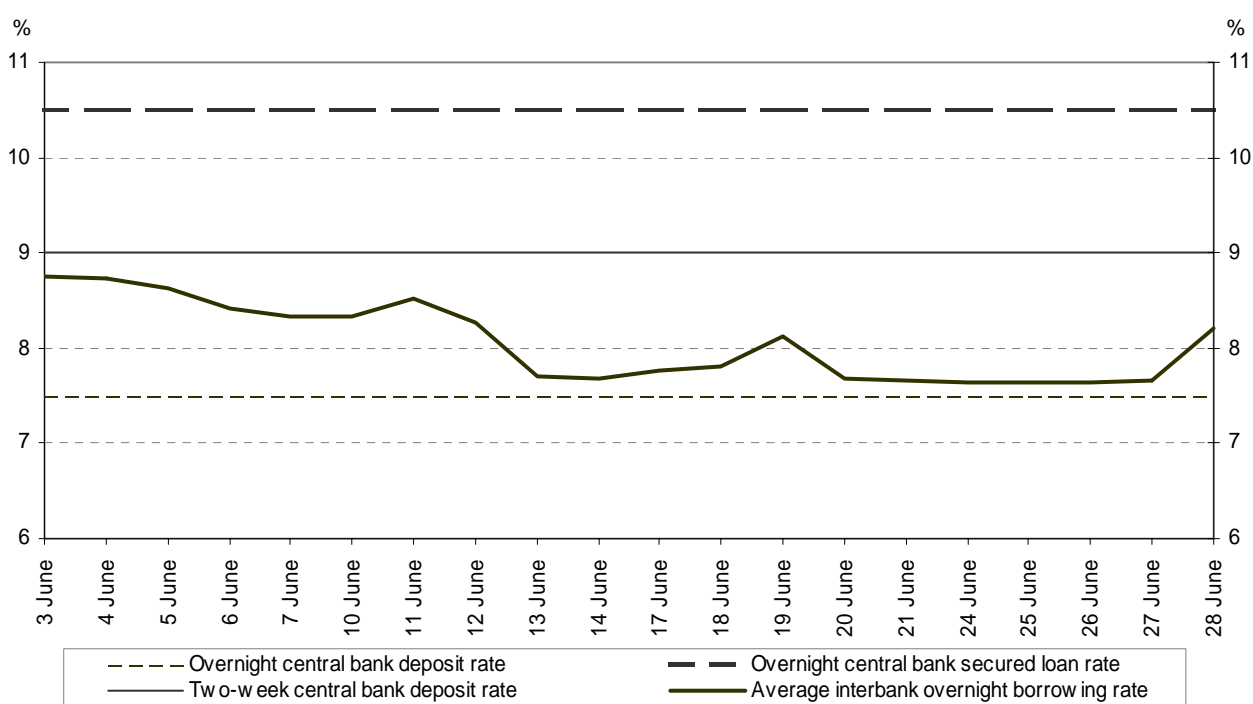
consumer credit and other loans fell 6 basis points, from 18.15% to 18.09%, due to changes in composition. Average rates on consumer credit excluding current accounts² rose by 49 basis points, from 19.92% to 20.41%, with an 87 basis point rise in the APRC, from 24.32% to 25.19%. Households' average sight deposit rate rose by 4 basis points, from 2.14% to 2.18%. The average short-term deposit rate changed 7 basis points, rising from 6.66% to 6.73%. The average long-term deposit rate rose 32 basis points, from 7.01% to 7.33%.

Household sector forint average deposit and borrowing rates and average APRC^(a) b)c)



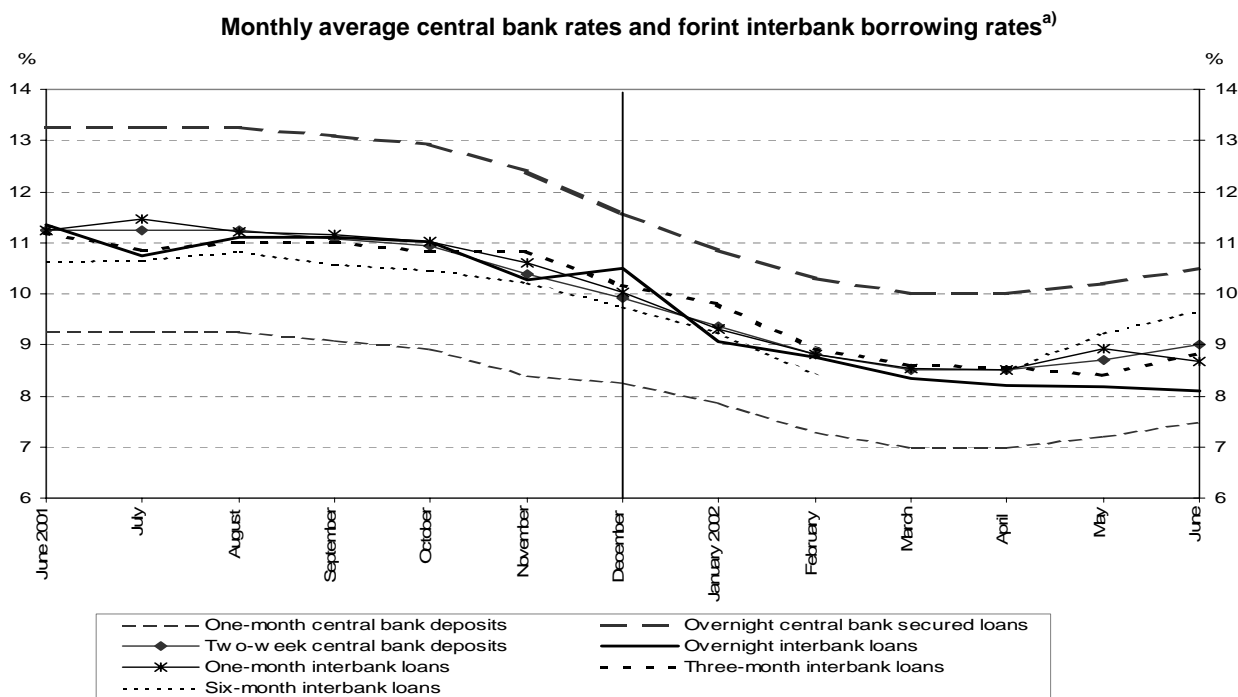
- a) For the period up to December 2001, the APRC for household consumer credit and other loans contain data only on household borrowing, excluding current accounts, for maturities longer than three months. For the period from January 2002, the chart shows the APRC for household consumer credit, without current accounts.
- b) From May 2001, household borrowing and deposit rates include data on sole proprietors as well.
- c) Property loans granted under market conditions do not include state-subsidised loans.

Central bank rates and interbank borrowing rates in June 2002



market terms no longer includes loans that are either directly or indirectly subsidised by the state. The time series has been corrected going back until January 2001, in accordance with the new categorisation.

² They include personal loans, lombard loans, goods and car purchase loans and non-housing-related mortgage loans.



a) The interest rate corridor narrowed from 400 basis points to 300 basis points as of 11 December 2001.

Forint interbank turnover amounted to Ft 1,357.9 billion in June, Ft 146 billion over the figure for the preceding month. Movements in the daily averages of interest rates on overnight loans were even, with average rates staying within the lower section of the interest rate corridor. The average interbank overnight interest rate fell 8 basis points, from 8.18% to 8.10%. The average borrowing rate for one month fell 23 basis points, from 8.91% to 8.68%, relative to May. At three months, the average interest rate was 57 basis points higher, rising from 8.85% to 9.42%. The six-month average borrowing rate rose 44 basis points, from 9.22% in the preceding month to 9.66%.

* * * * *

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

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

Per cent

	2001							2002					
	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June
Loans													
Short-term loans ^{c)}	12,08	12,22	12,17	12,04	11,95	11,66	11,18	10,35	9,98	9,76	9,68	9,93	10,06
Long-term loans	12,51	12,72	12,50	12,49	12,39	11,85	11,15	10,48	10,19	9,45	10,16	10,41	10,48
Time deposits													
Short-term deposits	8,98	9,08	8,85	9,05	9,09	8,81	8,40	7,69	7,14	6,96	6,90	6,89	6,98
Less than one month	8,96	9,06	8,79	9,03	9,05	8,79	8,40	7,67	7,14	6,96	6,88	6,85	6,96
1 month<maturity=<1 year	9,27	9,19	9,36	9,30	9,45	9,05	8,38	7,88	7,17	7,00	7,13	7,22	7,30
Long-term deposits	8,86	9,38	9,35	8,89	8,26	8,08	7,70	7,45	6,59	6,08	5,95	6,35	6,99
Settlement account deposits													
Minimum	1,00	1,00	1,00	0,80	1,00	0,50	0,50	0,50	0,10	0,10	0,08	0,08	0,08
Maximum	12,30	11,80	11,60	11,80	11,80	12,00	12,00	11,00	10,75	10,75	10,75	10,75	10,75

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).

c) The interest rates on the discounted bills were recorded under the short-term loans until December 2001.

Amount of new business^{a)} with non-financial corporates^{b)}

	2001							2002				
	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May
Loans												
Short-term loans ^{c)}	409 806	400 448	356 280	426 227	543 505	472 005	518 429	130 861	113 525	142 461	161 004	147 907
Long-term loans	175 433	227 974	176 767	241 085	289 384	292 247	357 343	57 801	32 280	43 480	51 695	45 794
Time deposits												
Short-term deposits	920 098	737 326	915 580	880 301	1 225 677	1 149 453	932 236	1 020 490	1 011 271	1 085 659	937 509	1 093 506
Less than one month	848 670	646 422	814 328	811 523	1 093 992	1 067 216	836 788	917 683	950 363	944 453	850 997	973 032
1 month<maturity=<1 year	71 428	90 904	101 252	68 778	131 685	82 237	95 448	102 807	60 908	141 206	86 512	120 473
Long-term deposits	1 649	1 214	1 052	795	1 097	1 326	1 689	1 451	1 243	889	816	629

a) Data on contracts concluded by banks and specialised credit institutions with non-financial corporations under market conditions in the given month.

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

c) The interest rates on the discounted bills were recorded under the short-term loans until December 2001.

Appendix 2

Household sector forint average borrowing and deposit rates^{a)}

Per cent

	2001							2002					
	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Loans													
Property loans at market conditions ^{b)}	16,12	16,12	16,10	16,12	15,95	15,86	15,74	15,35	14,93	14,80	14,74	14,22	14,10
Consumer credit and other loans ^{c)}	20,61	19,64	19,49	19,38	19,61	19,38	20,15	19,81	19,69	18,95	18,68	18,15	18,09
Short-term consumer credit and other	20,50	18,80	18,82	18,55	18,74	18,30	19,54	18,93	19,01	18,15	18,20	18,33	18,76
Long-term consumer credit and other	20,81	20,87	20,53	20,76	21,15	21,24	21,43	21,72	20,94	20,76	19,45	17,87	17,19
Deposits													
Sight deposits	3,27	3,20	3,05	3,16	3,21	3,26	2,92	2,75	2,42	2,20	2,14	2,14	2,18
Short-term deposits	8,54	8,56	8,57	8,55	8,54	8,39	8,09	7,76	7,50	6,66	6,64	6,66	6,73
Less than one month	8,35	8,40	8,37	8,35	8,30	8,19	7,94	7,62	7,47	6,54	6,58	6,61	6,67
1 month<maturity≤3 months	9,45	9,51	9,57	9,58	9,58	9,52	8,91	8,74	7,82	7,42	7,10	7,05	7,16
3 month<maturity≤1 year	8,87	8,92	8,97	8,98	8,90	8,61	8,09	7,78	7,52	7,01	6,83	6,84	6,91
Long-term deposits	9,09	9,11	8,89	8,77	8,73	8,68	8,30	8,24	7,66	7,14	7,02	7,01	7,33

a) Data on contracts concluded by banks and specialised credit institutions with households under market conditions in the given month.

b) Housing loans (building, property, renovation and addition) and other (holiday homes, garages) provided under market conditions with or without mortgage. It does not include state-subsidised loans.

c) Includes overdrafts, personal loans, Lombard loans, instalment credit, car purchase loans, non-housing mortgage loans and other loans.

Amount of new business with households^{a)}

Forint millions

	2001							2002					
	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Loans													
Property loans at market conditions ^{b)}	10 498	9 366	8 464	7 134	7 345	3 953	3 850	3 065	3 577	4 209	4 236	4 030	4 249
Consumer credit and other loans ^{c)}	64 938	69 645	69 119	65 273	77 795	72 774	80 584	65 868	69 127	70 224	80 457	83 108	84 724
Short-term consumer credit and other	41 241	41 474	41 728	40 610	49 805	46 013	54 736	45 108	44 569	48 734	49 685	51 031	48 792
Long-term consumer credit and other	23 697	28 171	27 391	24 663	27 990	26 761	25 848	20 759	24 559	21 489	30 772	32 077	35 932
Deposits													
Sight deposits	576 448	639 451	634 110	565 963	705 434	602 507	640 369	520 664	456 822	487 070	484 556	506 876	492 276
Short-term deposits	683 572	707 299	748 563	717 599	764 778	773 786	838 863	880 555	834 673	829 725	868 717	875 577	903 432
Less than one month	543 739	576 740	588 606	579 214	598 416	627 477	663 255	713 893	717 913	702 810	730 481	750 508	761 944
1 month<maturity≤3 months	99 939	84 763	107 230	99 567	122 660	98 726	114 712	99 212	74 202	87 080	79 030	70 115	88 354
3 month<maturity≤1 year	39 895	45 795	42 666	38 818	43 702	47 583	60 895	67 449	42 557	39 835	49 207	54 953	53 134
Long-term deposits	8 184	6 484	7 840	6 125	8 317	8 798	20 411	13 708	10 643	9 014	10 164	9 869	13 037

a) Data on contracts concluded by banks and specialised credit institutions with households under market conditions in the given month.

b) Housing loans (building, property, renovation and addition) and other (holiday homes, garages) provided under market conditions with or without mortgage. It does not include state-subsidised loans.

c) Includes overdrafts, personal loans, Lombard loans, instalment credit, car purchase loans, non-housing mortgage loans and other loans.

Appendix 3

Changes in household sector average interest rate^{a)} on average APRC^{b)} of forint loans

Per cent

	2001							2002					
	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June
Overdrafts													
Average interest rate	20,10	20,34	20,27	18,98	19,07	18,95	18,90	18,43	18,76	17,78	17,78	17,79	18,24
Average APRC ^{f)}	26,53	26,82	26,75	23,98	24,14	23,82	23,79	22,24	22,96	21,07	21,28	21,19	
Personal loans													
Average interest rate	23,46	22,74	20,60	20,86	23,66	23,12	22,89	22,50	22,12	22,08	22,92	21,99	21,63
Average APRC	29,66	29,16	25,91	26,23	29,78	28,24	27,81	27,67	28,32	28,04	27,70	27,63	27,25
Lombard loans													
Average interest rate	17,31	18,04	16,67	17,22	17,64	16,09	16,72	15,85	15,31	14,98	15,07	12,65	13,24
Average APRC	19,73	20,94	19,81	20,59	19,84	18,02	18,17	17,87	17,58	17,38	17,47	14,03	14,61
Instalment credit													
Average interest rate	28,06	28,15	27,31	27,90	27,54	27,95	28,97	27,45	28,71	28,12	27,84	27,97	28,66
Average APRC	34,61	35,15	33,88	33,90	34,25	34,54	35,14	35,74	35,68	35,52	35,05	34,77	35,70
Car purchase loans													
Average interest rate	19,69	19,60	19,79	19,76	19,22	18,56	17,93	18,55	18,62	17,58	16,71	16,62	16,06
Average APRC	22,40	22,28	22,47	22,39	20,84	20,31	18,54	20,29	20,78	19,77	18,54	17,93	17,80
Mortgage loans													
Average interest rate	18,72	18,59	18,68	18,61	18,60	18,44	18,59	18,64	18,51	18,21	17,31	17,15	17,10
Average APRC	21,05	20,37	20,79	20,14	19,39	20,85	20,99	22,91	22,60	22,16	22,04	22,08	21,90
Other loans													
Average interest rate ^{c)}	16,63	16,31	17,64	16,84	16,41	14,87	14,82	27,27	24,61	22,39	19,86	16,48	14,82
Average APRC ^{f)}	22,79	23,54	20,11	21,50	22,83	24,19	20,57	32,16	29,39	28,03	22,39	18,68	
Total consumer credit loans ^{d)}													
Average interest rate	21,16	21,17	20,56	20,70	21,13	21,39	21,65	21,59	20,69	20,54	20,33	19,92	20,41
Average APRC	25,10	24,99	24,33	24,19	24,17	25,17	25,09	26,59	25,30	25,23	24,88	24,32	25,19
Property loans at market conditions ^{e)}													
Average interest rate	16,12	16,12	16,10	16,12	15,95	15,86	15,74	15,35	14,93	14,80	14,74	14,22	14,10
Average APRC	..	..	..	..	..	..	..	17,39	16,65	16,33	16,39	15,46	15,22

- a) From May to December 2001, rates on consumer credit and other loans comprise rates on lending to individuals and sole proprietors with a maturity of over three months. As of January 2002, rates on consumer credit and other loans apply to the whole household sector, and also include rates on loans with a maturity of less than three months.
b) For the period May to December 2001, APRC are only available on household consumer credit and other loans with a maturity of over three months.
c) The large gap between average interest rates on other loan types in 2001 and 2002 is explained by the high rates on other loans for periods shorter than three months, as average rates for the period prior to December 2001 do not cover loans for terms less than three months.
d) Includes personal loans, Lombard loans, instalment credit, car purchase loans, non-housing mortgage loans. It does not include overdrafts.
e) Property loans granted under market terms do not include state-subsidised loans.
f) No data reporting is requested from June 2002.

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

Per cent

	2001							2002					
	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June
Overdraft	51,45	54,03	54,52	54,06	56,03	52,04	54,15	67,71	66,83	64,12	62,61	59,79	55,59
Personal loans	12,30	8,65	11,63	11,42	7,87	11,28	6,77	4,43	5,20	6,57	7,16	5,96	7,38
Lombard loans	3,25	2,14	1,66	1,95	2,19	1,99	1,85	1,44	1,60	1,51	1,58	2,09	1,68
Instalment credit	5,12	6,81	6,08	6,26	6,58	7,91	9,73	7,28	4,12	4,28	4,13	5,07	5,04
Car purchase loans	7,89	7,42	6,18	6,23	6,84	7,83	5,63	4,44	3,45	3,57	3,97	5,58	3,99
Mortgage loans	16,25	16,53	16,20	16,30	16,33	13,03	16,20	8,43	11,33	10,12	8,89	7,01	6,41
Other loans	3,75	4,42	3,72	3,80	4,16	5,92	5,67	6,27	7,46	9,84	11,66	14,50	19,90
Total	100,00	100,00	100,00	100,00	100,00	100,00	100,00	100,00	100,00	100,00	100,00	100,00	100,00

- a) For the period of June to December 2001, the table only shows household consumer credit and other loans for terms longer than three months in a breakdown by credit type.

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

