

**Credits and deposits market development in November 2012**

The volume of *new granted credits in national currency* decreased by MDL 145.6 million or by 10.9 percent in November 2012 as compared to the same period of the last year, constituting MDL 1193.8 million. The average weighted interest rate on credits granted during the reporting period, constituted 12.68 percent, decreasing by 1.89 percentage points (Table no.1).

Table no. 1. **Volume and average rate on credits granted by banks in national currency**

	November 2011		October 2012		November 2012	
	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)
<i>Up to 1 month</i>	270.24	15.28	12.49	16.12	93.67	12.52
<i>From 1 month to 3 months</i>	37.46	14.82	17.75	13.56	22.28	13.42
<i>From 3 months to 6 months</i>	19.44	15.65	34.73	12.08	104.12	12.93
<i>From 6 months to 12 months</i>	102.57	15.10	339.59	12.60	194.63	12.10
<i>Over 12 months</i>	909.71	14.27	813.13	13.15	779.10	12.79
<b>Total amount</b>	<b>1339.42</b>		<b>1217.69</b>		<b>1193.80</b>	
<b>Average rate on banking system</b>		<b>14.57</b>		<b>13.00</b>		<b>12.68</b>

As compared to October 2012, the volume on new granted credits in national currency decreased by MDL 23.9 million or by 2.0 percent and the average weighted interest rate on granted credits decreased by 0.32 percentage points.

The credits granted with terms over 12 months continued to be the most attractive, their share being of 65.3 percent of the total volume of credits in national currency in November 2012, being extended at an average interest rate of 12.79 percent (decreasing by 0.36 percentage points as compared to the previous month). These are followed by credits with terms of 6 to 12 months (with a share of 16.3 percent), extended at an average rate of 12.10 percent, decreasing by 0.50 percentage points as compared to the previous month.

The credits granted to legal entities held the largest share in the new granted credits in national currency, which represents 77.2 percent of total credits in MDL and were granted at an average rate of 12.08 percent, while the average rate on credits granted to individuals amounted to 14.72 percent.

In November 2012, the volume of *new granted credits in foreign currency* (expressed in MDL) decreased by MDL 198.1 million or by 21.4 percent as compared to the same period of the previous year, accounting to MDL 726.3 million. The average weighted interest rate on credits granted during the reporting period constituted 7.73 percent, decreasing by 1.06 percentage points.



Table no. 2. Volume and average interest rate on credits granted by banks in foreign currency

	November 2011		October 2012		November 2012	
	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)
<i>Up to 1 month</i>	134.35	11.11	0.43	15.00	1.37	10.61
<i>From 1 month to 3 months</i>	30.75	10.99	8.37	10.48	7.59	9.15
<i>From 3 months to 6 months</i>	43.65	7.61	14.08	7.75	152.14	7.09
<i>From 6 months to 12 months</i>	48.15	8.24	88.99	7.35	79.71	7.63
<i>Over 12 months</i>	667.45	8.34	605.37	7.64	485.49	7.92
<b>Total amount</b>	<b>924.35</b>		<b>717.24</b>		<b>726.30</b>	
<b>Average rate on banking system</b>		<b>8.79</b>		<b>7.64</b>		<b>7.73</b>

The volume of credits granted in foreign currency increased by MDL 9.1 million or by 1.3 percent as compared to the previous month, being mainly represented by the credits granted to legal entities with an average rate of 7.71 percent, holding a share of 98.9 percent of total credits in foreign currency.

The evolution of the average rates on new granted credits in foreign currency recorded an upward tendency, increasing by 0.09 percentage points as compared to October 2012, up to the level of 7.73 percent in November 2012, being influenced by the rate of most attractive credits, especially the credits with maturity of over 12 months, with an average interest rate of 7.92 percent.

In November 2012, the volume of *term deposits in national currency* decreased by MDL 253.1 million or by 12.3 percent as compared to the same period of the previous year, amounting to MDL 1808.8 million. The average weighted interest rate on term deposits in national currency attracted during the reporting period constituted 7.96 percent (Table no.3).

Table no. 3. Volume and average rate on term deposits in national currency

	November 2011		October 2012		November 2012	
	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)
<i>Up to 1 month</i>	267.86	3.82	136.82	2.02	82.29	5.11
<i>From 1 month to 3 months</i>	558.04	3.94	47.04	5.21	108.25	3.19
<i>From 3 months to 6 months</i>	518.86	8.58	555.00	7.44	482.73	7.48
<i>From 6 months to 12 months</i>	456.76	10.12	681.49	7.84	747.39	7.77
<i>Over 12 months</i>	260.34	11.17	307.26	10.88	388.14	10.85
<b>Total amount</b>	<b>2061.86</b>		<b>1727.61</b>		<b>1808.80</b>	
<b>Average rate on banking system</b>		<b>7.37</b>		<b>7.72</b>		<b>7.96</b>



As compared to October 2012, the volume of term deposits in national currency increased by MDL 81.2 million (4.7 percent). The average interest rate on term deposits in national currency attracted during the reporting period increased by 0.24 percentage points, up to the level of 7.96 percent.

The deposits with the maturity from 6 to 12 months held the largest share (41.3 percent) of total term deposits attracted in national currency, which were attracted at an average interest rate of 7.77 percent. These are followed by the deposits with the maturity from 3 to 6 months, constituting 26.7 percent of total term deposits in national currency, which were attracted at an average interest rate of 7.48 percent.

Term deposits in national currency attracted from individuals constituted 65.6 percent during the reporting period of total term deposits attracted in national currency, increasing by 2.8 percentage points as compared to the previous month. The average weighted interest rate of term deposits in national currency attracted from individuals constituted 9.85 percent (increasing by 0.14 percentage points as compared to October 2012).

The *volume of term deposits in foreign currency* (expressed in MDL) increased by MDL 14.5 million in November 2012, or by 1.2 percent as compared to the same period of the previous year, constituting MDL 1275.0 million.

The average weighted rate of term deposits in foreign currency (expressed in MDL) constituted 4.62 percent during the reporting period (Table no.4).

Table no. 4. Volume and average rate of term deposits in foreign currency

	November 2011		October 2012		November 2012	
	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)
<i>Up to 1 month</i>	99.45	1.45	83.28	1.96	77.10	1.98
<i>From 1 month to 3 months</i>	66.80	1.89	363.48	3.74	226.10	3.66
<i>From 3 months to 6 months</i>	409.29	3.78	327.57	4.58	290.17	4.52
<i>From 6 months to 12 months</i>	473.30	4.47	519.29	5.02	430.36	4.88
<i>Over 12 months</i>	211.67	5.67	200.92	5.51	251.28	5.99
<b>Total amount</b>	<b>1260.51</b>		<b>1494.54</b>		<b>1275.01</b>	
<b>Average rate on banking system</b>		<b>4.07</b>		<b>4.50</b>		<b>4.62</b>

As compared to October 2012, the volume of term deposits in foreign currency decreased by MDL 219.5 million lei (14.7 percent) and the average interest rate of term deposits increased by 0.12 percentage points.



Term deposits with the maturity from 6 to 12 months held the largest share (33.8 percent) of total term deposits in foreign currency, which were attracted at an average interest rate of 4.88 percent, decreasing by 0.14 percentage points as compared to the previous month.

***Banking margin on operations in national currency*** was 4.72 percentage points in November 2012, decreasing by 0.56 percentage points as compared to the previous month.

***Banking margin on operations in foreign currency*** amounted to 3.11 percentage points in the analyzed month, decreasing by 0.03 percentage points as compared to October 2012.