

### Credits and deposits market development in January 2013

The volume of *new granted credits in national currency*<sup>1</sup> decreased by MDL 92.1 million or by 10.1 percent in January 2013 as compared to the same period of the last year, constituting MDL 815.7 million. The average weighted interest rate on credits granted during the reporting period, constituted 12.41 percent, decreasing by 2.30 percentage points (Table no.1).

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

	January 2012		December 2012		January 2013	
	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)
<i>Up to 1 month</i>	185.83	15.53	58.42	14.16	5.03	22.17
<i>From 1 month to 3 months</i>	62.95	15.67	39.35	13.13	5.38	13.91
<i>From 3 months to 6 months</i>	5.83	17.21	200.49	13.31	17.93	14.08
<i>From 6 months to 12 months</i>	139.80	14.06	351.63	11.83	122.22	12.76
<i>Over 12 months</i>	513.30	14.45	1474.02	11.72	665.10	12.22
<b>Total amount</b>	<b>907.71</b>		<b>2123.91</b>		<b>815.66</b>	
<b>Average rate on banking system</b>		<b>14.71</b>		<b>11.98</b>		<b>12.41</b>

As compared to December 2012, the volume of new granted credits in national currency decreased by MDL 1308.2 million or by 61.6 percent while the average weighted interest rate on granted credits increased by 0.43 percentage points.

The credits granted with terms over 12 months continued to be the most attractive, their share being of 81.5 percent of the total volume of credits in national currency in January 2013, being extended at an average interest rate of 12.22 percent (increasing 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 69.0 percent of total credits in MDL and were granted at an average rate of 11.59 percent, while the average rate on credits granted to individuals amounted to 14.23 percent.

In January 2013, the volume of *new granted credits in foreign currency*<sup>2</sup> (expressed in MDL) decreased by MDL 44.0 million or by 7.2 percent as compared to the same period of the previous year, accounting to MDL 563.9 million. The average weighted interest rate on credits granted during the reporting period constituted 7.52 percent, decreasing by 0.84 percentage points.

<sup>1</sup> Including the new interest-bearing credits granted in national currency by the banking system

<sup>2</sup> Including the new interest-bearing credits granted in foreign currency by the banking system



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

	January 2012		December 2012		January 2013	
	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)
<i>Up to 1 month</i>	86.07	11.85	62.28	12.20	8.24	9.45
<i>From 1 month to 3 months</i>	5.97	9.51	10.86	8.31	4.94	8.97
<i>From 3 months to 6 months</i>	33.83	7.78	67.44	10.13	1.08	8.53
<i>From 6 months to 12 months</i>	19.40	8.20	123.29	7.91	76.97	7.40
<i>Over 12 months</i>	462.70	7.75	732.44	7.90	472.71	7.48
<b>Total amount</b>	<b>607.97</b>		<b>996.31</b>		<b>563.94</b>	
<b>Average rate on banking system</b>		<b>8.36</b>		<b>8.32</b>		<b>7.52</b>

The volume of credits granted in foreign currency decreased by MDL 432.4 million or by 43.4 percent as compared to the previous month, being mainly represented by the credits granted to legal entities with an average rate of 7.48 percent, holding a share of 96.7 percent of total credits in foreign currency.

The evolution of the average rates on new granted credits in foreign currency recorded a downward tendency, decreasing by 0.80 percentage points as compared to December 2012, up to the level of 7.52 percent in January 2013. The credits in foreign currency with the maturity of over 12 months were the most attractive, being granted at an average rate of 7.48 percent.

In January 2013, the volume of *term deposits in national currency*<sup>3</sup> decreased by MDL 443.1 million or by 18.2 percent as compared to the same period of the previous year, amounting to MDL 1988.0 million (Table no.3).

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

	January 2012		December 2012		January 2013	
	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)
<i>Up to 1 month</i>	485.53	1.25	66.89	6.36	52.71	6.42
<i>From 1 month to 3 months</i>	497.60	4.72	48.48	3.78	174.44	3.03
<i>From 3 months to 6 months</i>	503.02	8.51	521.07	7.99	400.85	8.54
<i>From 6 months to 12 months</i>	542.33	10.31	612.65	7.73	927.34	8.67
<i>Over 12 months</i>	402.56	10.80	427.77	10.84	432.62	10.77
<b>Total amount</b>	<b>2431.04</b>		<b>1676.86</b>		<b>1987.96</b>	
<b>Average rate on banking system</b>		<b>7.06</b>		<b>8.44</b>		<b>8.55</b>

<sup>3</sup> Including the new interest-bearing term deposits attracted in national currency by the banking system



As compared to December 2012, the volume of term deposits in national currency increased by MDL 311.1 million (18.6 percent). The average interest rate on term deposits in national currency attracted during the reporting period increased by 0.11 percentage points, up to the level of 8.55 percent.

The deposits with the maturity up to 12 months held the largest share (78.2 percent) of total term deposits attracted in national currency, which were attracted at an average interest rate of 7.93 percent.

Term deposits in national currency attracted from individuals constituted 71.5 percent during the reporting period of total term deposits attracted in national currency, increasing by 9.3 percentage points as compared to the previous month. The average weighted interest rate of term deposits in national currency attracted from individuals constituted 9.91 percent.

The *volume of term deposits in foreign currency*<sup>4</sup> (expressed in MDL) decreased by MDL 149.8 million in January 2013, or by 9.4 percent as compared to the same period of the previous year, constituting MDL 1445.5 million.

The average weighted rate of term deposits in foreign currency (expressed in MDL) constituted 4.79 percent during the reporting period (Table no.4).

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

	January 2012		December 2012		January 2013	
	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)	Amount (million, lei)	Average rate (%)
<i>Up to 1 month</i>	157.54	0.47	61.01	1.96	52.56	2.07
<i>From 1 month to 3 months</i>	136.80	3.14	190.56	3.52	60.73	1.36
<i>From 3 months to 6 months</i>	496.82	4.11	231.59	4.49	361.43	4.50
<i>From 6 months to 12 months</i>	498.01	4.66	354.83	4.88	669.37	4.87
<i>Over 12 months</i>	306.11	5.10	280.22	5.96	301.37	6.14
<b>Total amount</b>	<b>1595.28</b>		<b>1118.21</b>		<b>1445.46</b>	
<b>Average rate on banking system</b>		<b>4.03</b>		<b>4.68</b>		<b>4.79</b>

As compared to December 2012, the volume of term deposits in foreign currency increased by MDL 327.3 million lei (29.3 percent) and the average interest rate of term deposits increased by 0.11 percentage points.

Term deposits with the maturity up to 12 months held the largest share (79.2 percent) of total term deposits in foreign currency, which were attracted at an average interest rate of 4.44 percent.

<sup>4</sup> Including the new interest-bearing term deposits attracted in foreign currency by the banking system



***Banking margin on operations in national currency*** was 3.86 percentage points in January 2013, increasing by 0.32 percentage points as compared to the previous month.

***Banking margin on operations in foreign currency*** amounted to 2.73 percentage points in the analyzed month, decreasing by 0.91 percentage points as compared to December 2012.