



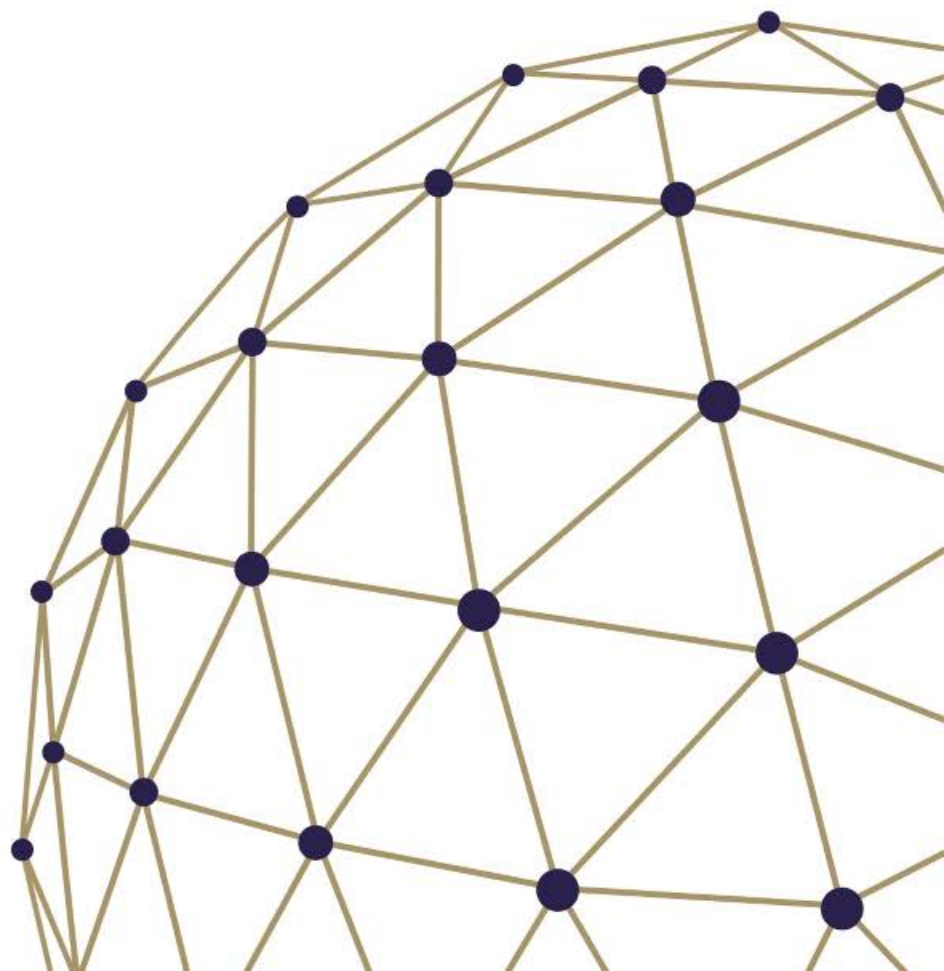
Fiscal and monetary policy achievements in Hungary

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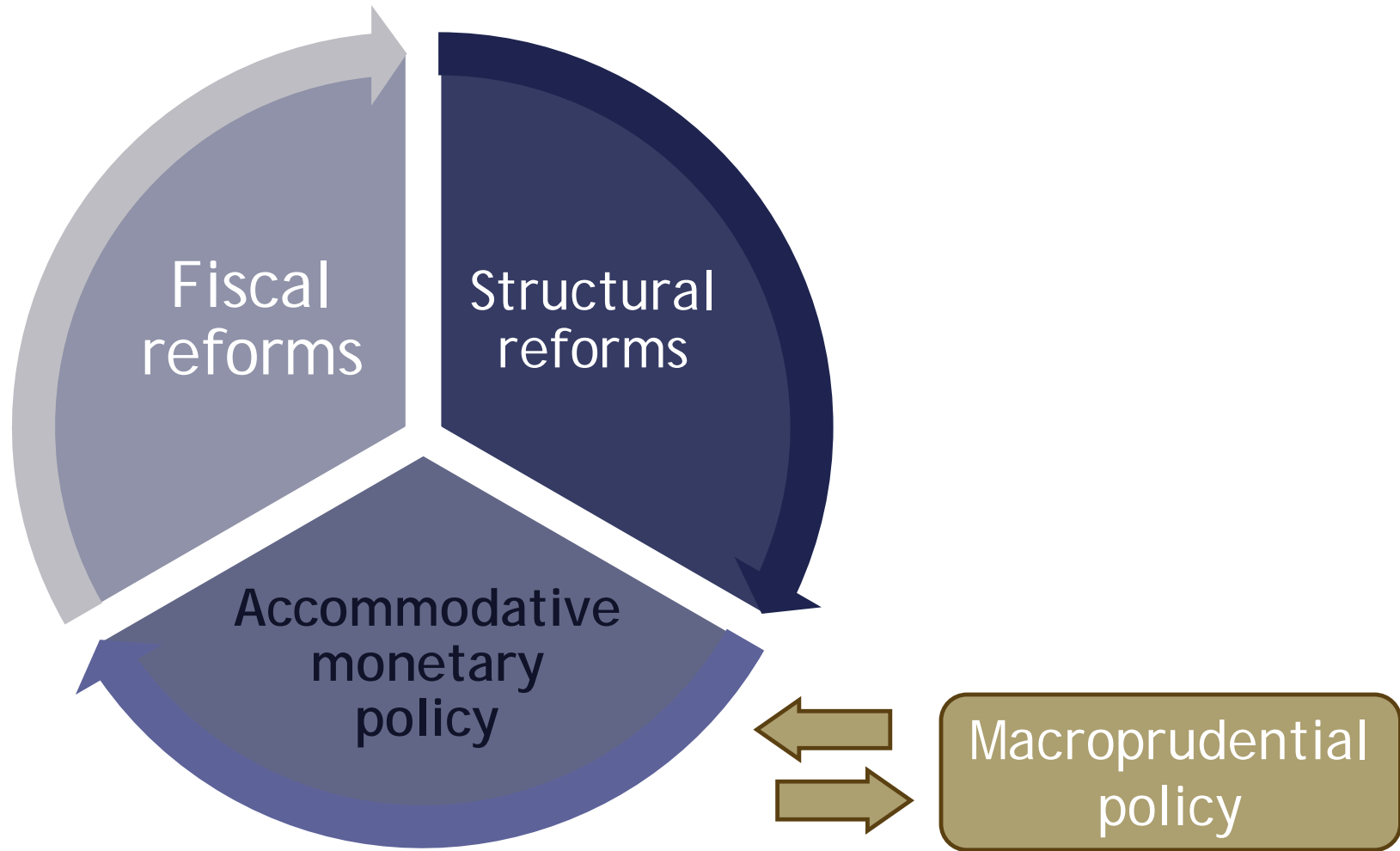
CEEI

November 2017



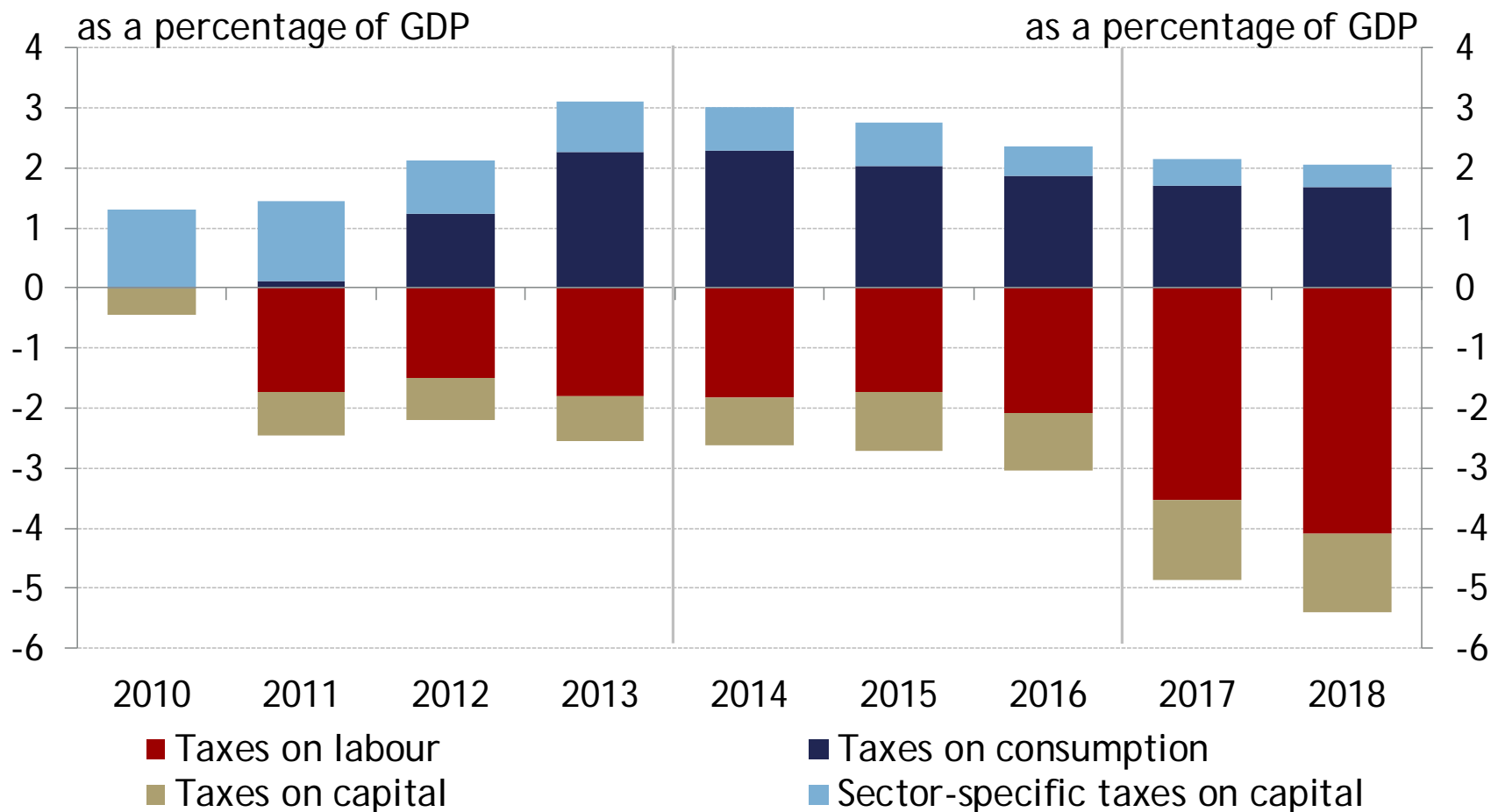


Well-synchronized macro policy was needed to revive sustainable economic growth





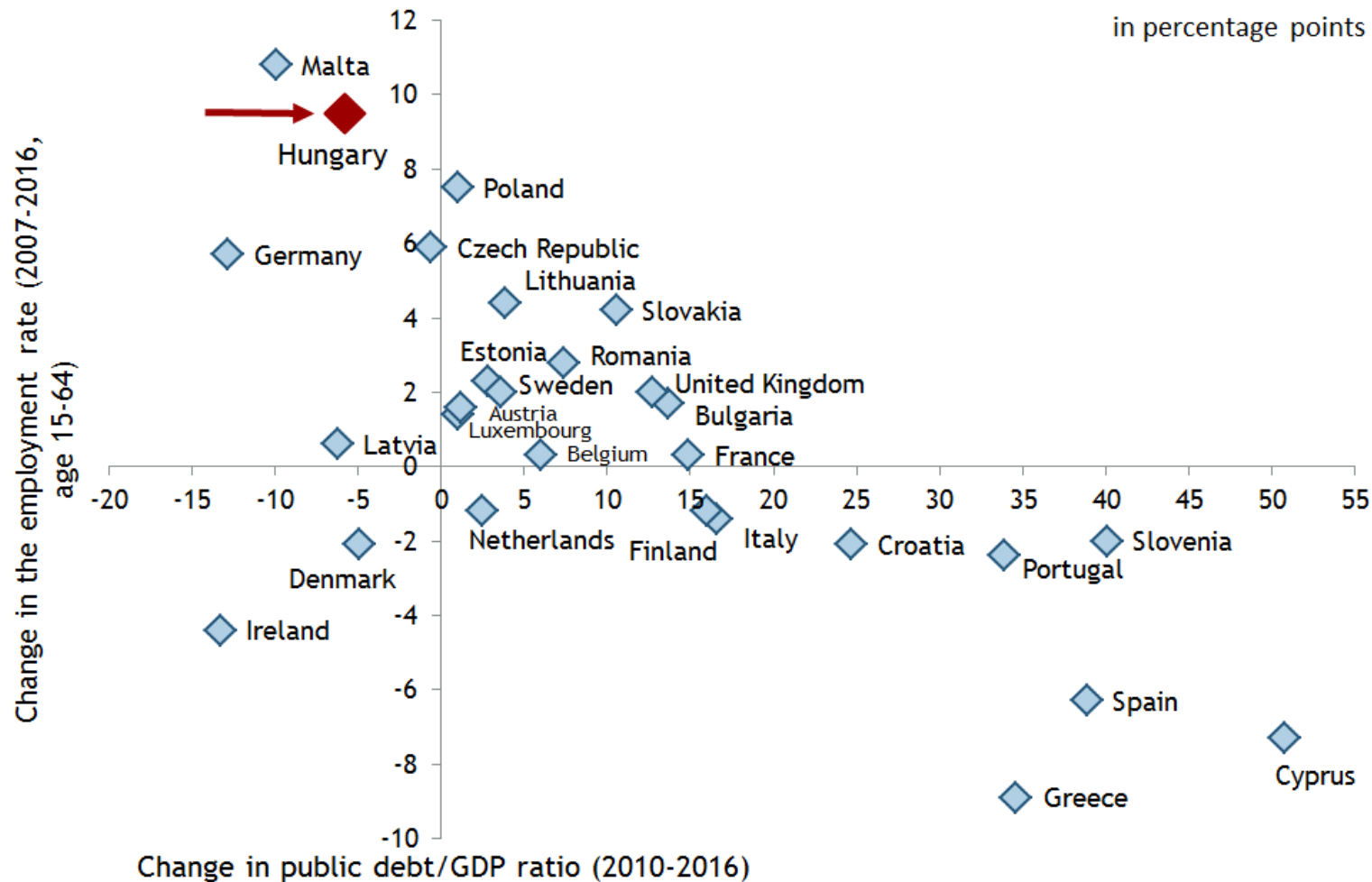
The tax system shifted from taxes on labour to taxes on consumption



The static effect of tax changes implemented since 2010



Employment rate rose significantly while public debt decreased

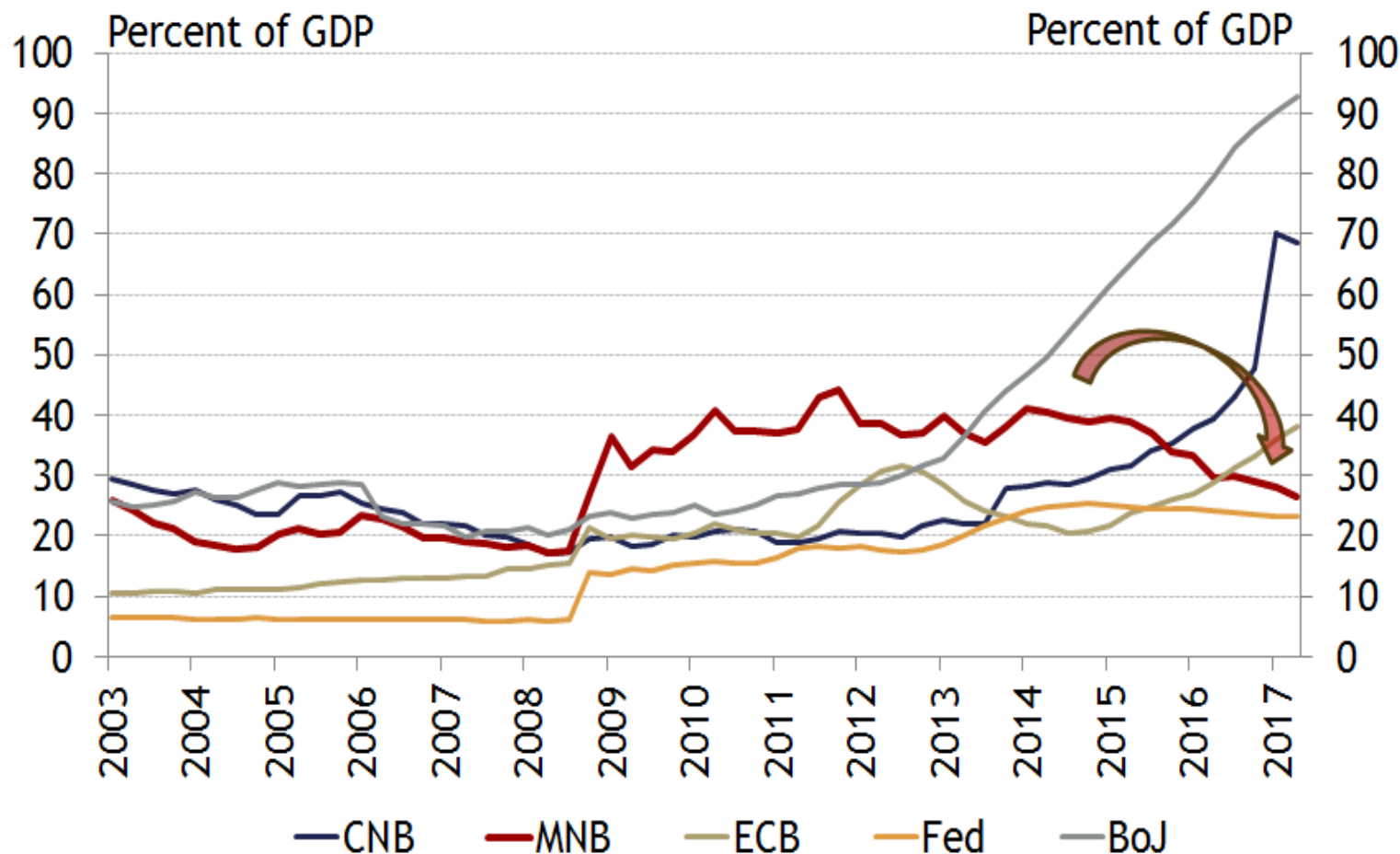


Change in employment and public debt rates in the EU

Source: Eurostat



The MNB has provided accommodative monetary policy stance with shrinking balance sheet

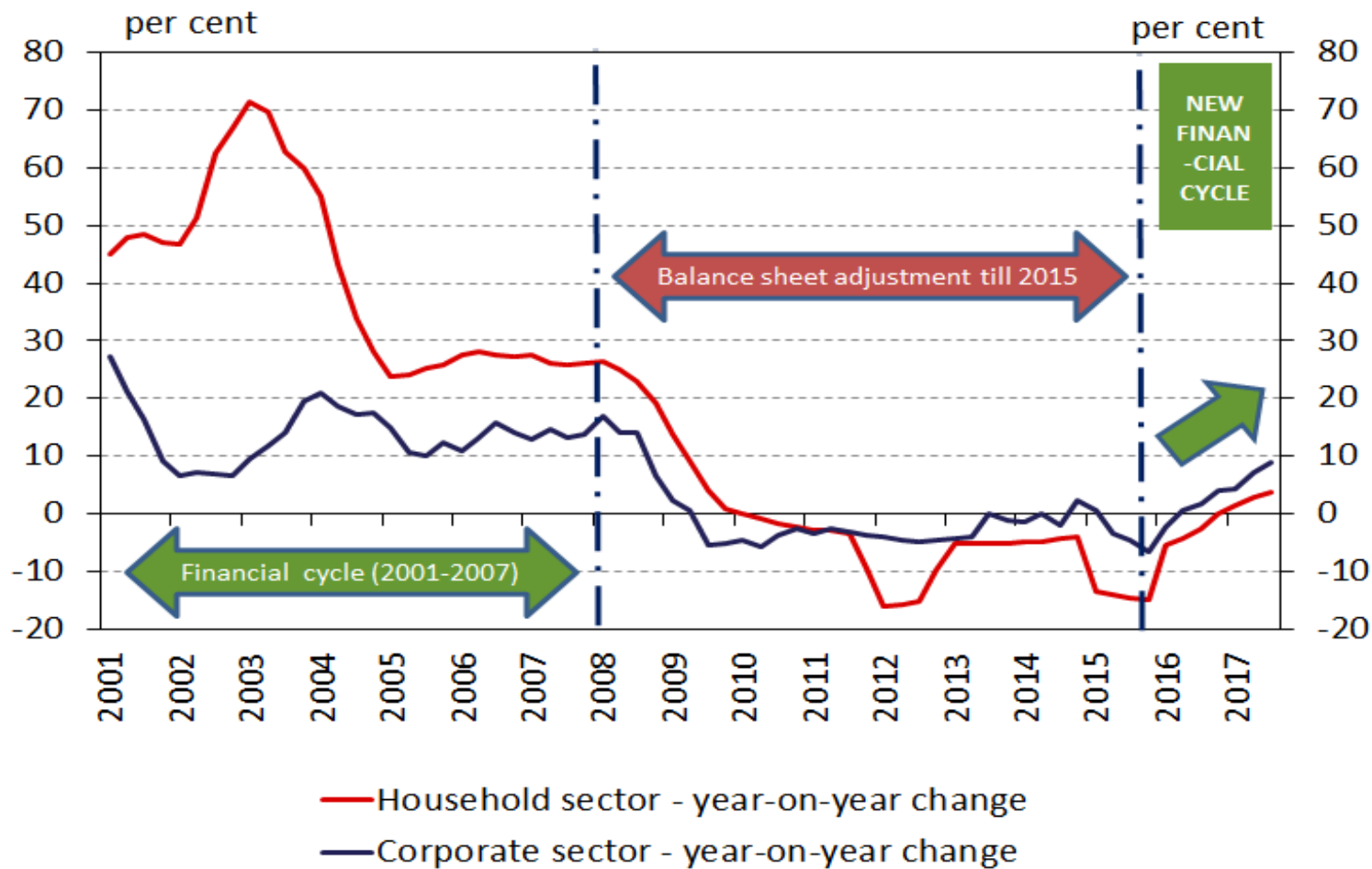


Central bank balance sheets

Source: Central banks, Eurostat



The new financial cycle has started in all sectors



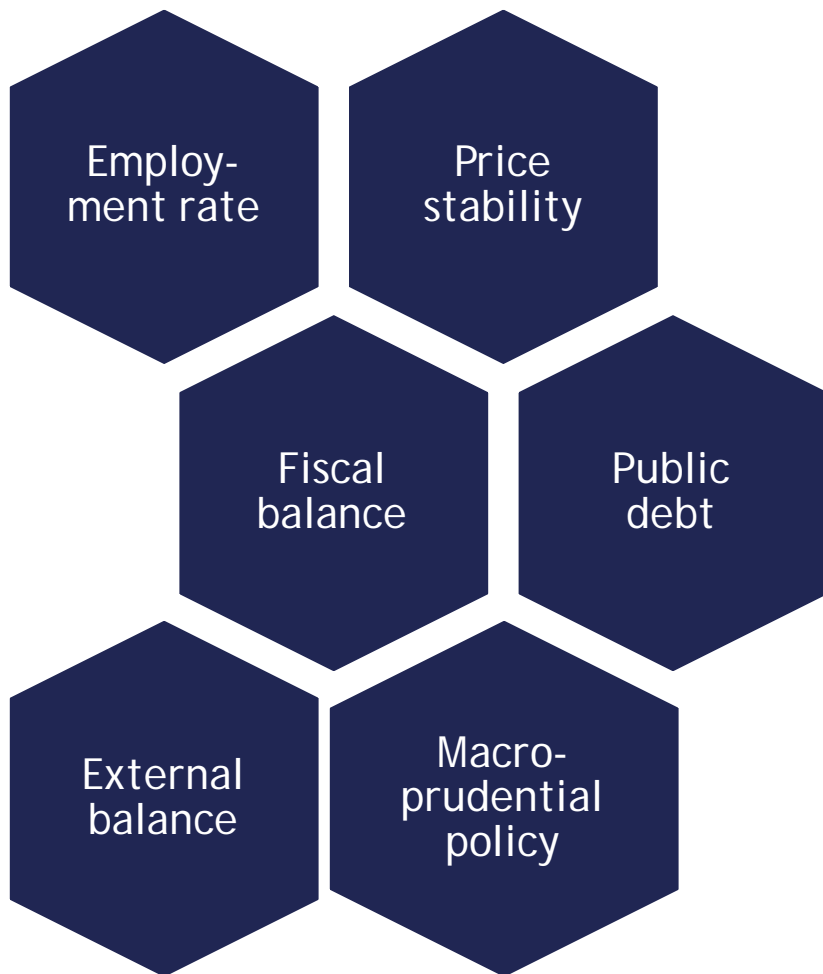
Growth rate of loans outstanding of the corporate and household sector

Source: MNB

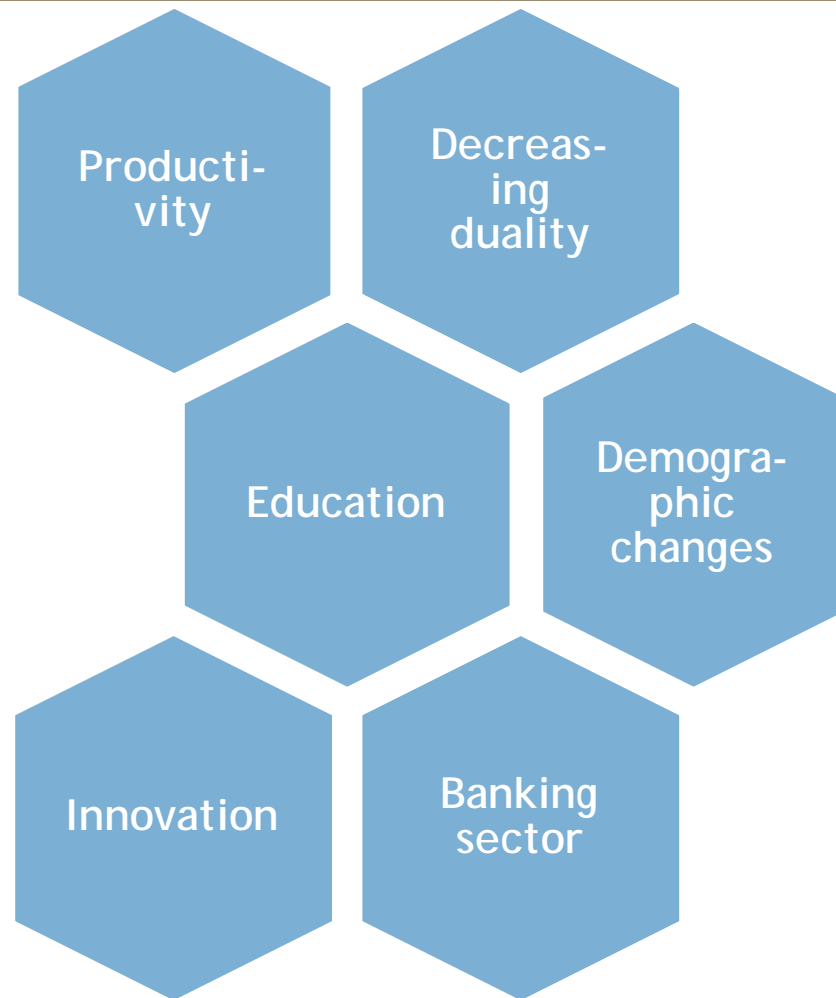


Many areas have improved, but there is still room for strengthening our competitiveness to catch up

Main achievements



Challenges ahead



Thank you for your attention!

