**MNB identification code: L72**

**Completion instructions for the report**

**Quarterly report on the mortgage funding adequacy ratio**

**I. General instructions**

1. Upon completing the table, the provisions of MNB Decree No 22/2022 (VI. 11.) on the regulation of the maturity match of credit institutions’ mortgage-backed assets and liabilities (hereinafter: MFAR Decree) shall apply, taking into account these completion instructions.

2. Data shall be reported at net book value, based on the accounting regulations applied by the data provider, in line with the relevant contracts.

3. The data supply shall contain the stock data for the last day of the reference period.

4. The conversion into forints shall be performed at the official exchange rate announced by the MNB, prevailing on the last day of the reference period, or – in the case of currencies not quoted by the MNB – in line with Article 9(5) of Government Decree No 250/2000 (XII. 24.) on the special features of the annual reporting and bookkeeping obligations of credit institutions and financial enterprises (hereinafter: Credit Institution Annual Accounts Regulation).

5. Original maturity relating to the respective liability is the maturity prevailing at the issuance of the mortgage bond or collateralised securities, upon selling the independent lien or taking a refinancing mortgage loan.

**II. Detailed instructions for the completion of the tables**

**JMM table: Quarterly report on the mortgage funding adequacy ratio**

1. Members of the credit institution group within the meaning of Article 1(1) of the MFAR Decree (hereinafter: ‘credit institution group’) do not have to complete the table.

2. Instructions for completing the columns in the table:

The stock data in column a) and b) of the table shall be defined as prescribed in point I. In column b), indicate the value calculated in accordance with points 4 and 5 of Annex 2 to the MFAR Decree.

In column c) of the table report the sum of columns a) and b).

Column d) of the table shall show the weights specified in point 8 of Annex 2 to the MFAR Decree; if it is not a whole number, with an accuracy of one decimal.

In column e) of the table, report – unless otherwise specified in these completion instructions – product of the data in columns c) and d). Where columns c) and d) are not to be completed in column e) provide the unweighted sum of columns a) and b).

3. Instructions for completing the rows in the table:

**Row 003:** report here the securities within the meaning of Article 11 of Act XXX of 1997 on Mortgage Banks and Mortgage Bonds (hereinafter: Mortgage Bank Act) issued by the credit institution or, in the case of a credit institution group, the members of the group, provided that their original maturity is over 3 years and they are stated not in the balance sheet of the credit institution, or, in the case of a credit institution group, of a member of the same credit institution group, with the exception of green mortgage bonds with original maturity over 5 years, eligible pursuant to point 8 of Annex to the MFAR Decree, in respect of which a credit rating under sub-point f) of point 3 of Annex 2 to the MFAR Decree is available.

**Row 004**:report here loans received within the meaning of Article 5(1) of the Mortgage Bank Act, provided that their original maturity is over 3 years and the loan was granted not by a member of the same credit institution group, with the exception of green refinancing mortgage loans received with original maturity over 5 years, eligible pursuant to point 8 of Annex 2 to the MFAR Decree.

**Row 005: r**eport here the outstanding purchase price debts within the meaning of Article 8(5) of the Mortgage Bank Act, provided that their original maturity is over 3 years and the independent lien was acquired not by the same member of the credit institution group, with the exception of green purchase price debts with original maturity over 5 years, eligible pursuant to point 8 of Annex 2 to the MFAR Decree.

**Row 006:** report here the outstanding loans granted within the meaning of Article 5(1) of the Mortgage Bank Act and the total purchase price receivables within the meaning of Article 8(5) of the Mortgage Bank Act, provided that their original maturity is over 3 years and are stated in the balance sheet of a member of the same credit institution group, with the exception of green loans and purchase price debts with original maturity over 5 years, eligible pursuant to point 8 of Annex 2 to the MFAR Decree.

**Row 007:** report here the amount of the green mortgage bonds within the meaning of Article 11 of the Mortgage Bank Act – calculated in accordance with point 8 of Annex 2 to the MFAR Decree – issued by the credit institution or, in the case of a credit institution group, by a member of the group, with original maturity over 5 years, stated not in the balance sheet of the credit institution, or, in the case of a credit institution group, of a member of the same credit institution group, in respect of which a credit rating under sub-point f) of point 3 of Annex 2 to the MFAR Decree is available.

**Row 008:** report here the loans received within the meaning of Article 5(1) of the Mortgage Bank Act, eligible as green refinancing loans pursuant to point 8 of Annex 2 to the MFAR Decree, provided that their original maturity is over 5 years and the loan was granted not by a member of the same credit institution group.

**Row 009:** report here the purchase price liabilities defined in Article 8(5) of the Mortgage Bank Act, eligible as green pursuant to point 8 of Annex 2 to the MFAR Decree, provided that their original maturity is over 5 years and the independent lien was acquired not by a member of the same credit institution group.

**Row 010:** report here the outstanding loans granted pursuant to Article 5(1) of the Mortgage Bank Act and the balance of the purchase price receivables within the meaning of Article 8(5) of the Mortgage Bank Act, provided that their original maturity is over 5 years and qualify as green under the MFAR Decree. In column e) provide the sum of these calculated in accordance with points 10 and 11 of Annex 2 to the MFAR Decree.

**Row 011:** report here the securities within the meaning of Article 11 of the Mortgage Bank Act issued before 31 March 2015 by the credit institution or, in the case of a credit institution group, the members of the group, with original maturity over 3 years and stated in the balance sheet of the credit institution, or, in the case of a credit institution group, a member of the same credit institution group, in respect of which a credit rating within the meaning of sub-point f) of point 3 of Annex 2 to the MFAR Decree is available. In this row, the stock of mortgage bonds may be taken into account at up to 20 percent of their adjusted market value determined by the MNB for forint denominations and by the ECB for foreign currency denominations for the last working day reference period.

**Row 013:** report here the retail mortgage loans granted by the credit institution, or, in the case of a credit institution group, by the credit institution group members, provided that their residual maturity is over 1 year. Mortgage loans shall be shown on the basis of their net book value. Mortgage loans shall be reported in a single amount, on the basis of the residual maturity according to the contract. Overdue instalments and non-overdue instalments maturing within a year shall also be reported in line with the final maturity date of the loan. Terminated loans shall not be reported.

**Row 014:** in the case of a credit institution group, report here the retail mortgage loans granted by the building society members of the credit institution group based their net book value, provided that their residual maturity is over 1 year.

**Row 015:** in the case of a credit institution group, report here the funds provided by the credit institution group members to the building society belonging to the credit institution group. If the value of row 014 is 0, the value of the row is 0.

**Row 016:** this row shall include the value of the mortgage funding adequacy ratio as defined by the MFAR Decree, which shall be calculated as the quotient of the stable mortgage based liabilities and the outstanding financed retail mortgage loans. The data provider shall state the value of the Mortgage Funding Adequacy Ratio with an accuracy of three decimals (i.e. 0.374).

**Row 019:** report here in the case of funds specified in subpoint a) of point 2 of Annex 2 to the MFAR Decree available in the ordinary collateral, the value of the repurchase price receivables outstanding in connection with the retail mortgage loans under point 6 of Article 2 of the MFAR Decree, the separate lien on residential property connected to the retail mortgage loan, and the refinancing mortgage loans granted under the collateral of mortgage registered on the residential property and the transfer of independent lien, and in the case of funds specified in subpoints b) and c) of point 2 of Annex 2 to the MFAR Decree the amount of the retail mortgage loans or separate, independent lien on residential property connected retail mortgage loans and the amount of the liens on the mortgage loan receivables secured by mortgage, that the funds have been raised under the collateral of or subject to the transfer of which.

**Row 020:** report here, in the case of funds specified in sub-point a) of point 2 of Annex 2 to the MFAR Decree, the amount of the collaterals available in the ordinary collateral, not reported in row 019, and in the case of funds specified in sub-points b) and c) of point 2 of Annex 2 to the MFAR Decree, the amount of the those other loans, separate, independent liens and liens charged to mortgage receivables secured by mortgage, that the funds have been raised under the collateral of or subject to the transfer of which and were not reported in row 019.

**Row 021:** report here, in the case of funds specified in sub-point a) of point 2 of Annex 2 to the MFAR Decree, the amount of the collaterals other than the ordinary collateral. If the amount of the funds under sub-point a) of point 2 of Annex 2 to the MFAR decree is 0, report 0 in this row.

**Row 022:** report here in the case of green mortgage bonds the outstanding green mortgage loans under point 11 of Article 2 and the outstanding green refinancing loans under point 13 of Article 2 of the MFAR Decree, available in total as ordinary collateral, and in the case of green refinancing mortgage loan, the stock of green mortgage loans serving as collateral, or in the case of mortgage loan receivable secured by separate mortgage or lien the stock of green mortgage loans under point 11 of Article 2 of the MFAR Decree.

**KONSZJMM table: Quarterly report on the mortgage funding adequacy ratio – Consolidated items**

1. The concept ‘consolidated’ shall be interpreted according to Article 1(1) and Article 3(3) of the MFAR Decree, i.e. differently from the accounting legislation prevailing in the case of consolidated supervisory reports or differently from the Act on Credit Institutions.

2. The table shall be completed by the credit institution leading the credit institution group, in line with the completion instructions for the MFAR table, which shall contain data consolidated with the members of the credit institutions group.