

## FINANCING OF THE CENTRAL GOVERNMENT IN NOVEMBER 2025

### 1. Government debt data

The debt of the central government increased by HUF 4,091.9 billion to HUF 59,571.0 billion by the end of November due to the following reasons:

- **The first increasing factor** is the net forint issuance of HUF 3,179.6 billion, which finances the deficit of the central government budget.
- **The second – increasing – factor** is the net foreign currency issuance of HUF 2,350.2 billion, which finances the deficit and increased the foreign currency deposit, and also increased the debt of the central government.
- **The third – which had contrary effect than the above mentioned factors** – is the appreciation of the forint that decreased the HUF value of the foreign currency debt by HUF 1,348.9 billion.
- **The fourth – also decreasing factor** – is the change of the foreign currency exchange rates and other factors that decreased the mark-to-market deposits placed at GDMA by HUF 88.9 billion.

According to the preliminary data **the domestic and foreign currency debt of the central government** was the following in 2025.

Central government gross debt and debt transactions in 2025

|                                             | 31.12.2024                          |               | Issuance<br>(increase in<br>debt) | Redemption<br>(decrease in<br>debt) | Other<br>changes  | Net change       | 30.11.2025                          |               | change        |
|---------------------------------------------|-------------------------------------|---------------|-----------------------------------|-------------------------------------|-------------------|------------------|-------------------------------------|---------------|---------------|
|                                             | Debt stock<br>(preliminary<br>data) | Breakdown     | January to November               |                                     |                   |                  | Debt stock<br>(preliminary<br>data) | Breakdown     | percent       |
| <b>1. HUF denominated debt</b>              | <b>38,701.620</b>                   | <b>69.8%</b>  | <b>16,621.414</b>                 | <b>13,441.825</b>                   | <b>0.000</b>      | <b>3,179.589</b> | <b>41,881.210</b>                   | <b>70.3%</b>  | <b>0.55%</b>  |
| 1.1. Loans                                  | 878.653                             | 1.6%          | 40.363                            | 104.070                             | 0.000             | -63.707          | 814.946                             | 1.4%          | -0.22%        |
| 1.1.1. Foreign                              | 878.653                             | 1.6%          | 40.363                            | 104.070                             | 0.000             | -63.707          | 814.946                             | 1.4%          | -0.22%        |
| 1.1.2. Domestic                             | 0.000                               | 0.0%          | 0.000                             | 0.000                               | 0.000             | 0.000            | 0.000                               | 0.0%          | 0.00%         |
| 1.2. Government securities                  | 37,822.968                          | 68.2%         | 16,581.051                        | 13,337.755                          | 0.000             | 3,243.297        | 41,066.264                          | 68.9%         | 0.76%         |
| 1.2.1. Bonds                                | 24,106.380                          | 43.5%         | 5,447.820                         | 2,833.976                           | 0.000             | 2,613.845        | 26,720.225                          | 44.9%         | 1.40%         |
| 1.2.2. Discount T-bills                     | 2,453.677                           | 4.4%          | 5,753.095                         | 5,380.799                           | 0.000             | 372.295          | 2,825.972                           | 4.7%          | 0.32%         |
| 1.2.3. Retail securities                    | 11,262.911                          | 20.3%         | 5,380.136                         | 5,122.980                           | 0.000             | 257.156          | 11,520.067                          | 19.3%         | -0.96%        |
| <b>2. Foreign currency denominated debt</b> | <b>16,557.782</b>                   | <b>29.8%</b>  | <b>3,180.248</b>                  | <b>830.092</b>                      | <b>-1,348.934</b> | <b>1,001.222</b> | <b>17,559.004</b>                   | <b>29.5%</b>  | <b>-0.37%</b> |
| 2.1. Loans                                  | 3,431.497                           | 6.2%          | 220.090                           | 10.014                              | -258.145          | -48.069          | 3,383.428                           | 5.7%          | -0.51%        |
| 2.1.1. Foreign                              | 3,431.497                           | 6.2%          | 216.804                           | 10.014                              | -254.859          | -48.069          | 3,383.428                           | 5.7%          | -0.51%        |
| 2.1.2. Domestic                             | 0.000                               | 0.0%          | 3.286                             | 0.000                               | -3.286            | 0.000            | 0.000                               | 0.0%          | 0.00%         |
| 2.2. Government securities                  | 13,126.285                          | 23.7%         | 2,960.158                         | 820.078                             | -1,090.789        | 1,049.291        | 14,175.576                          | 23.8%         | 0.14%         |
| 2.2.1. Issued abroad                        | 12,559.179                          | 22.6%         | 2,858.065                         | 753.624                             | -1,049.091        | 1,055.350        | 13,614.529                          | 22.9%         | 0.22%         |
| 2.2.1.1. Foreign currency bond              | 12,369.996                          | 22.3%         | 2,677.985                         | 571.708                             | -1,029.769        | 1,076.508        | 13,446.503                          | 22.6%         | 0.28%         |
| 2.2.1.2. ECP program                        | 189.183                             | 0.3%          | 180.080                           | 181.915                             | -19.322           | -21.157          | 168.026                             | 0.3%          | -0.06%        |
| 2.2.2. Issued in Hungary                    | 567.106                             | 1.0%          | 102.093                           | 66.454                              | -41.698           | -6.059           | 561.047                             | 0.9%          | -0.08%        |
| <b>Total</b>                                | <b>55,259.402</b>                   | <b>99.6%</b>  | <b>19,801.662</b>                 | <b>14,271.916</b>                   | <b>-1,348.934</b> | <b>4,180.811</b> | <b>59,440.213</b>                   | <b>99.8%</b>  | <b>0.18%</b>  |
| Other debt                                  | 219.613                             | 0.4%          | 1,071.393                         | 1,152.466                           | -7.803            | -88.876          | 130.738                             | 0.2%          | -0.18%        |
| <b>Total central government debt</b>        | <b>55,479.015</b>                   | <b>100.0%</b> | <b>20,873.055</b>                 | <b>15,424.382</b>                   | <b>-1,356.737</b> | <b>4,091.936</b> | <b>59,570.951</b>                   | <b>100.0%</b> | <b>0.00%</b>  |

**The foreign currency debt of the central government** increased by HUF 1,001.2 billion in 2025 and amounted to HUF 17,559.0 billion at the end of November 2025. The share of foreign currency denominated debt within the total debt decreased from 29.8% to 29.5% in 2025.

The increase is mainly due to the foreign currency bond issuances in 2025. On 7 January Hungary's first international bond issuance this year was made in the total amount of EUR 2.5 billion (HUF 1.035,7 billion) by issuing two series with different maturities. One of the two series is a 10-year maturity conventional bond in the amount of EUR 1.5 billion (HUF 621.4 billion) and the other one is a 15-year maturity green bond in the amount of EUR 1.0 billion (HUF 414.3 billion). The second international bond issuance was made on 16 June 2025, with a total amount of USD 4 billion (HUF 1,404.6 billion). The foreign currency bond issue consisted of three series of conventional bond: a 5-year maturity of USD 1.5 billion (HUF 526.7 billion), a 10-year maturity of USD 1 billion (HUF 351.1 billion), and a 30-year maturity of USD 1.5 billion (HUF 526.7 billion). Hungary's third foreign currency bond issuance took place this year on July 22, which was also the country's fifth Panda Bond issuance in China, with a total amount of CNY 5 billion (HUF 237.8 billion). Two series were issued: a 3-year maturity bond in the amount of CNY 4 billion (HUF 190.2 billion) and a 5-year maturity bond in the amount of CNY 1 billion (HUF 47.6 billion).

The amount of foreign currency securities issued in 2025 under the ECP (Euro Commercial Paper) program was USD 500 million (HUF 180.1 billion). The drawdown of foreign currency loans further increased the share of foreign currency debt, but the exchange rate appreciation decreased the share of foreign currency debt.

**The forint denominated debt increased** by HUF 3,179.6 billion to HUF 41,881.2 billion. The share of HUF-denominated debt reached 70.3% of the total debt, this ratio was also 69.8% in December 2024.

The stock of retail securities increased by HUF 257.2 billion since the end of 2024 to HUF 11,520.1 billion at the end of November. The portfolio of Premium Hungarian Government Security with a long-term maturity decreased by HUF 3,180.9 billion, thus amounted to HUF 3,780.1 billion. The Fixed Hungarian Government Security increased by HUF 2,470.9 billion and amounted to HUF 3,487.8 billion at the end of the month. The stock of Bonus Hungarian Government Security also increased by HUF 863.0 billion and amounted to HUF 2,071.9 billion at the end of November. The Hungarian Government Security Plus (dematerialised and printed MÁP Plusz), together with previously sold MÁP Plusz, increased by HUF 331.7 billion and amounted to HUF 1,094.3 billion.

The volume of non-resident holdings of Hungarian government securities increased by HUF 264.8 billion to HUF 7,513.9 in November. 99.6% of non-resident holdings was Hungarian Government Bonds, which amounted to HUF 7,484.4 billion. The non-resident holdings of Discount Treasury Bills amounted to HUF 29.5 billion, that represented only 0.4% of total non-resident holdings. The duration of the non-resident stock was 5.7 years at the end of November 2025.

In order to reduce counterparty risk associated with the swap transactions concluded by GDMA, so-called marked-to-market deposits are being placed as collateral covering the net value of the swap positions. Such deposits placed at GDMA are counted as part of the government debt as 'other obligations'. During the first eleven months of the year marked-to-market and other deposits decreased by HUF 88.9 billion and reached HUF 130.7 billion (EUR 0.3 billion) at the end of the month.

## **2. Forint yields**

The average bid-to-cover ratio of Discount Treasury bill auctions increased from 1.1 to 1.8. The bid-to-cover ratio of Hungarian Government Bonds auctions decreased from 4.8 to 3.4 in November.

The average yield of the last 3-month Discount Treasury Bill auction in November was 6.22%, 3 basis points lower than in the previous month and the 6-month Treasury bill was 6.18%, 6 basis points higher than at the end of October. The average yield of the last 12-month Discount Treasury Bill auction in November was 6.22%, 1 basis points higher compared to October.

The average yield of the latest 3-year Hungarian Government Bond auctions in November was 6.47% and 6 basis points higher compared to the auction in October. The average yield of the 5-year Hungarian Government Bond auction in November was 6.44%, 13 basis points higher than in October. The average yield of the 10-year Hungarian Government Bond auction in November was 7.02%, higher by 24 basis points compared to the last auction in October. The average yield of the latest 20-year Green Hungarian Government Bond auction was 7.49%, higher by 22 basis points compared to the last September's average yield.