

# PBZ Weekly Analysis

## Number 562, May 8, 2017

- Weekly overview (p. 1)
- Kuna stronger (p. 1)
- Interest rates unchanged (p. 1)
- Crobex slightly up (p. 2)
- Statistics (p. 3-4)

## Weekly overview

- Total loans in March decreased by 3.4% yoy (-5.5% in February), where loans to households decreased by 0.9% (-2.9% in February), to non-financial companies by 4.1% (-6.0% in February) and to the central government even by 7.9% (-12.1% in February). Regarding loans to households, housing loans dropped by 2.7% yoy (kuna loans +73.7%), card loans by 2.9%, overdrafts by 5.1%, other loans by 2.0% (kuna loans +9.0%), while cash general-purpose loans continued to increase at the rate of +3.7% (kuna loans +25.4%). As regards loans to non-financial corporations, investment loans rose by 0.1% in March, while loans for working capital (-7.8%) and for other purposes (-3.6%) declined versus the same month last year. The data on transactions show that the claims of banks on households increased +1.4% in March yoy (+1.0% in February), while claims on non-financial corporations rose by 0.7% (+0.3% in February). Total deposits increased in March by 3.2% yoy (+2.7% in February), where household deposits increased +0.8% (+1.3% fx adjusted) and non-financial corporation deposits accelerated to +10.7%.

## Kuna stronger

The euro strengthened against the dollar in the wake of the French Presidential election, therefore trading on Friday closed at 1.0998 dollar to the euro, up by 0.9% from the previous Friday.

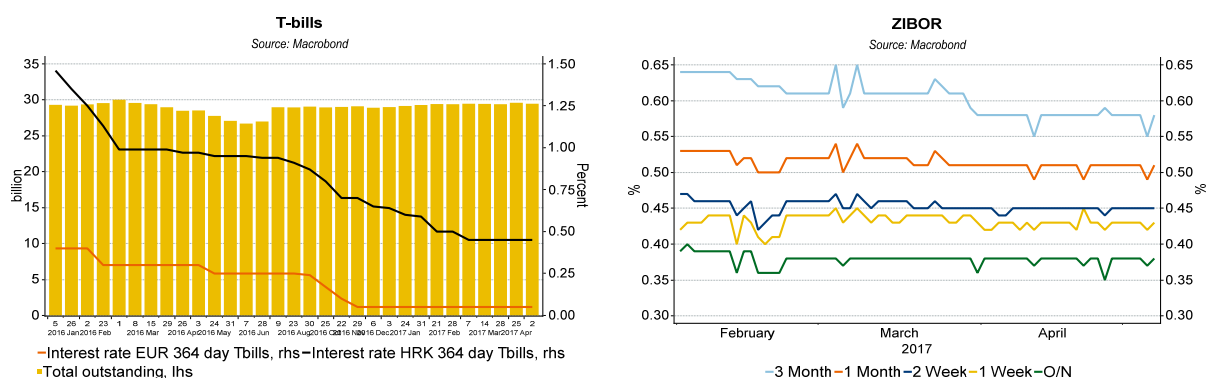
The kuna strengthened against the euro last week, so the mid-exchange rate dropped to 7.4439 kuna to the euro on Friday, down by 0.4% wow, whereas the kuna against the dollar strengthened by 0.5% wow to 6.7950 kuna to the dollar. This week, we expect trading in the range 7.41-7.46 kuna to the euro.



## Interest rates unchanged

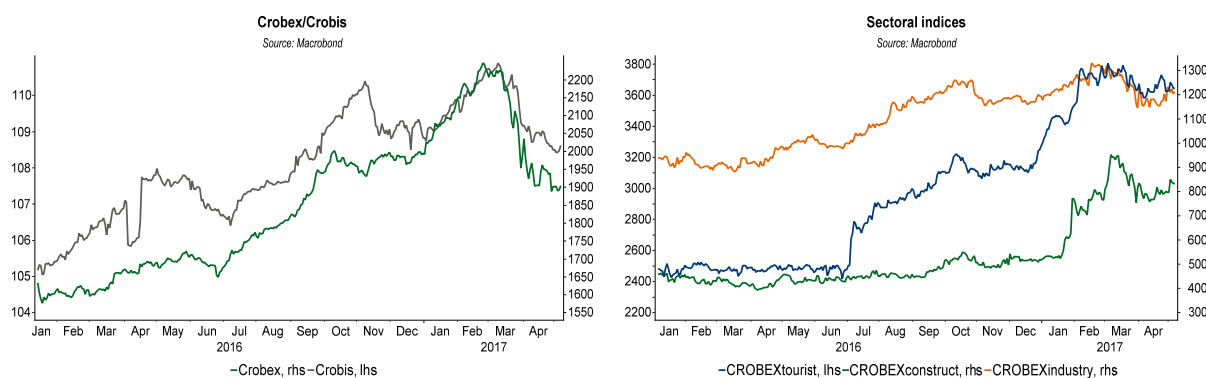
The money market saw no major changes, therefore, interest rates stayed the same. The overnight Zibor remained at 0.38%, 1M Zibor at 0.51%, while 3M at 0.58%. There was no demand at the CNB's regular reverse repo auction, while the ZMM turnover jumped to 810 million kuna.

Last week, 575 million kuna matured and 409 million kuna in one-year kuna T-bills were subscribed at the unchanged interest rate of 0.45%, due to which the government debt under T-bills decreased to 29.5 billion kuna. There will be no maturity and no auction this week.

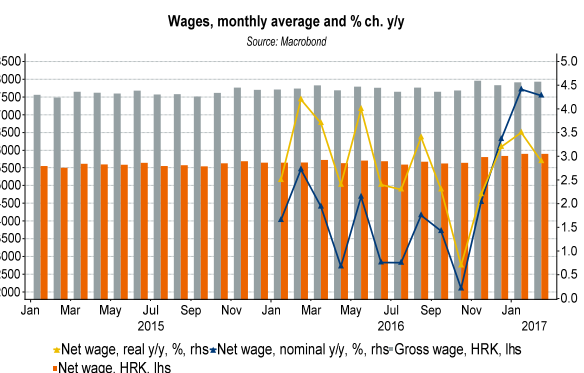
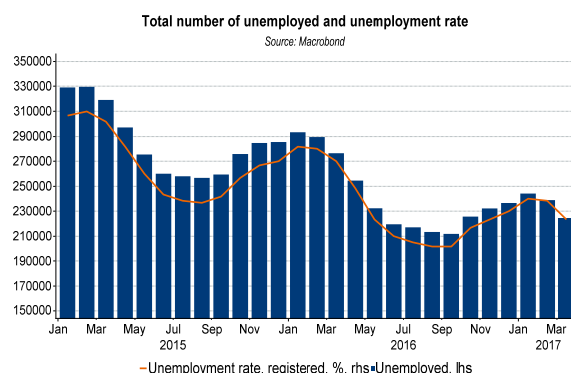
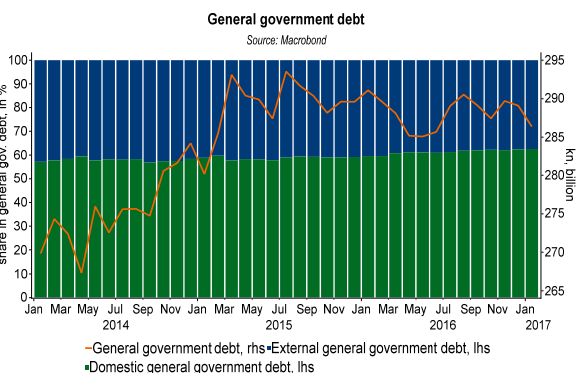
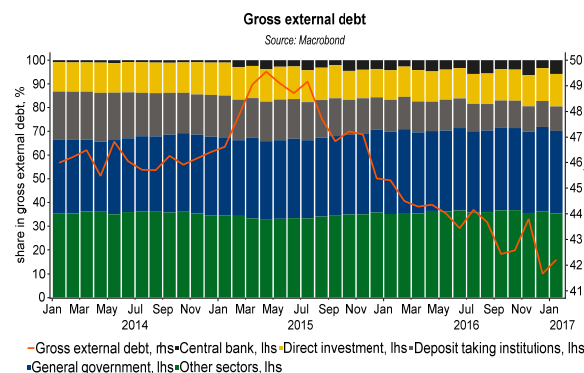
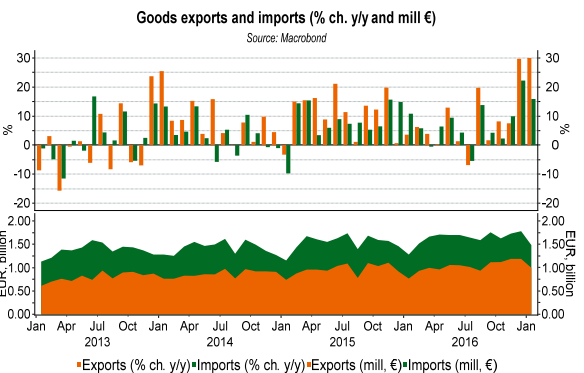
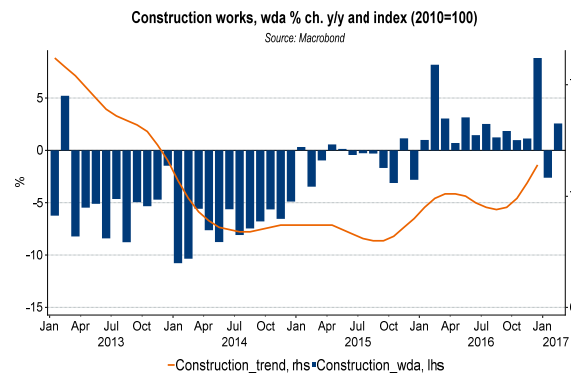
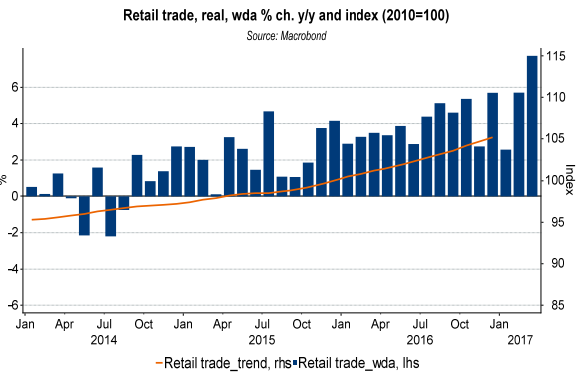
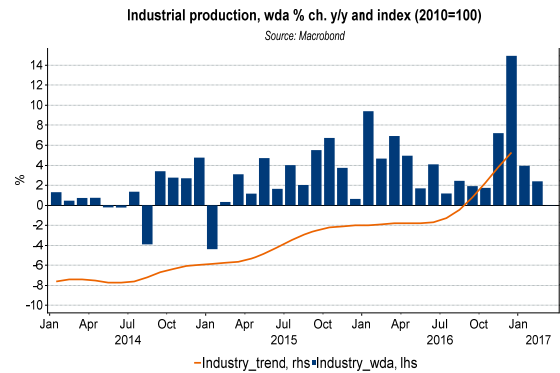


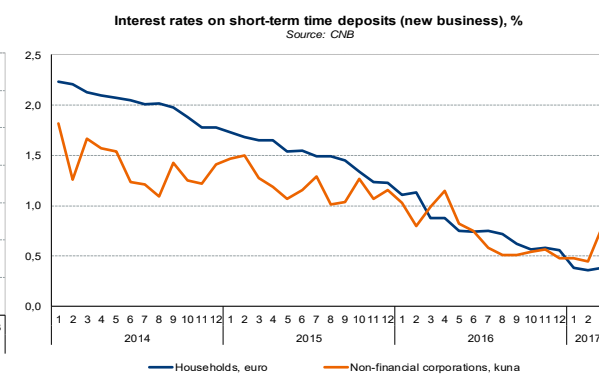
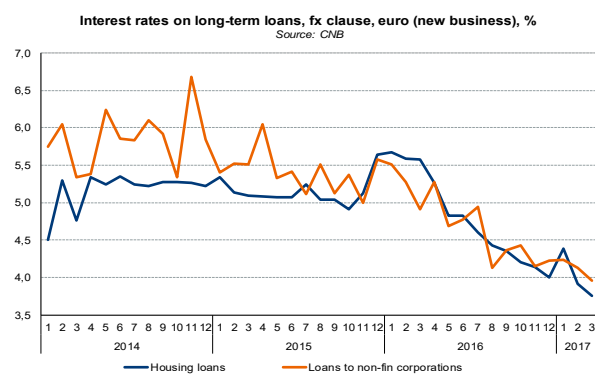
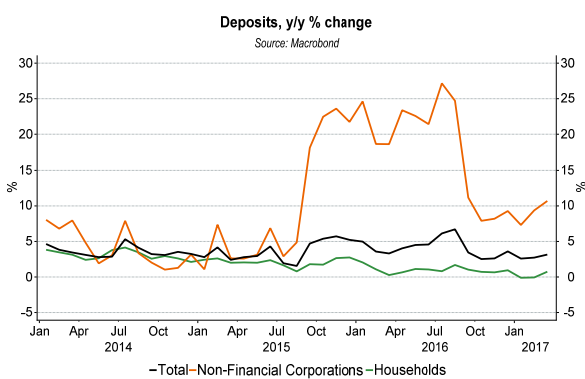
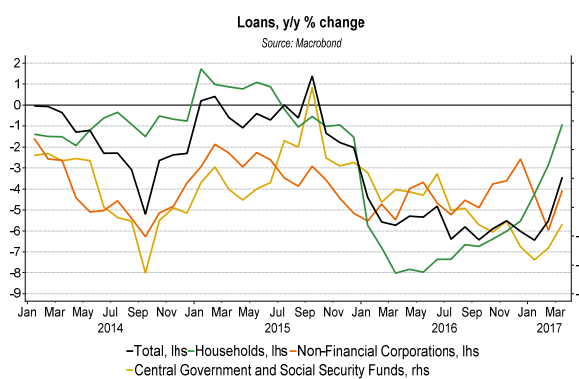
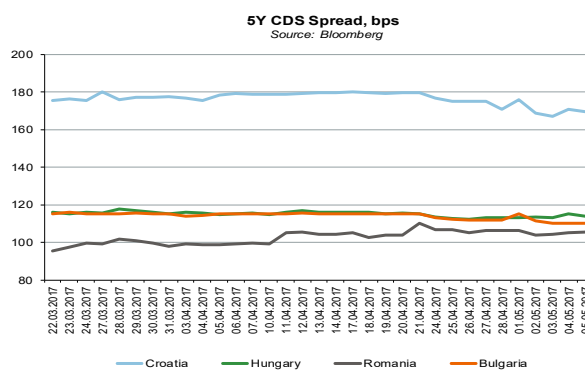
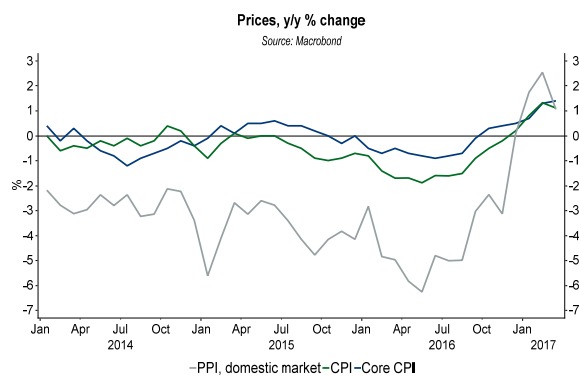
## Crobex slightly up

The total ZSE turnover over the last week's four trading days amounted to 84.9 million kuna, which is a decline of even 89.7% wow, partly as a result of the suspension of trading in the Agrokor concern shares, of which the turnover in bonds amounted to 63.1 million kuna (-91.7%) and the turnover in shares 21.8 million kuna (-65.8%). The Crobex and Crobis indices moderately rose on Friday wow (both by 0.1%), closing the week at 1,904.50 and 108.62 points, respectively. As regards sector indices, CROBEXindustry closed at a 1.6% lower level on Friday wow, i.e. at 1,210.36 points, while CROBEXconstruct and CROBEXtourist advanced by 4.4% and 0.4%, respectively (to 832.49 and 3,641.29 points).



# Statistics





#### **RESEARCH OFFICE**

Ivana Jović

Ana Lokin

Ivan Odrčić

#### **TREASURY**

Eugen Bulat

#### **LEGAL DISCLAIMER**

This publication is issued by PRIVREDNA BANKA ZAGREB-DIONIČKO DRUŠTVO, Zagreb, Radnička 50 (hereinafter: PBZ) and aimed at clients of the PBZ Group. This publication is intended for information purposes only and may not in any way be considered an offer or invitation to purchase any property or rights mentioned in it. The informative nature of this publication means that it may not serve as a substitute for the personal judgment and assessment of any reader or anyone who receives this publication. The information, opinions, analyses, conclusions, forecasts and projections given here are founded on publicly available data whose accuracy PBZ relies on, but cannot guarantee. Accordingly, all the opinions, attitudes, conclusions, forecasts and projections given in this publication are subject to changes, which depend on changes to the data as published by the source used. PBZ allows further utilization of the data given in this publication on the condition that the publication is indicated as the source. All the property mentioned in this publication and whose movement is the subject of comment may from time to time be the subject of trade or positions taken by PBZ.