

## Loans to households France June 2016

3 August 2016

### Buoyed by the sharp decline in rates, renegotiations of house purchase loans continue to rise

- The annual growth rate of housing loans to households slightly increases in June 2016 (+ 3.5%, up from + 3.4% in May), while that of credit for consumption decreases (+ 5.6%, down from + 5.9%). Overall, the annual growth rate of loans to households is stable (+ 3.8%).
- The production of new housing loans continues to increase (€19.2 billion, up from €17.2 billion in May 2016), driven by a rising share of renegotiations (38.3% of new business, up from 35.1%).
- The interest rates on house purchase lending fall again, especially for long-term maturity and fixed rate loans (1.86%, down from 1.98% in May 2016); since January 2016, the decrease has been 0.47%.

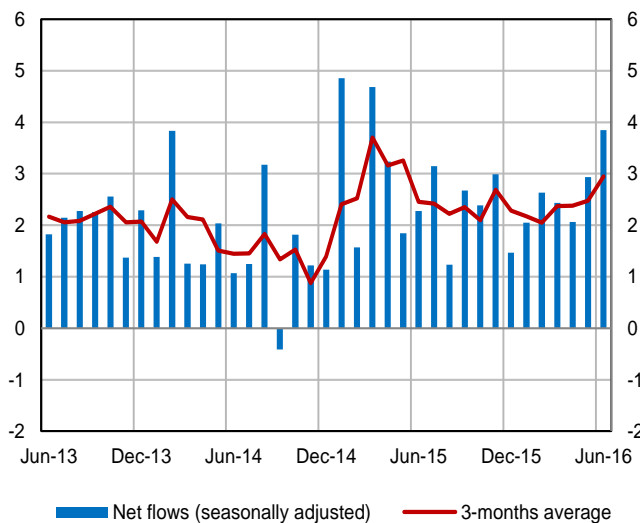
#### Outstanding amounts and annual growth rates (without seasonal adjustment)

(Outstanding amounts in € Bn, annual growth rate in %)

	End-of-month level Jun-16	Annual growth rate		
		Apr-16	May-16	Jun-16
<b>Total</b>	<b>1 073</b>	<b>3.6</b>	<b>3.8</b>	<b>3.8</b>
<i>Lending for house purchase</i>	882	3.2	3.4	3.5
<i>Credit for consumption</i>	156	5.2	5.9	5.6
<i>Other lending</i>	35	4.6	5.3	4.3

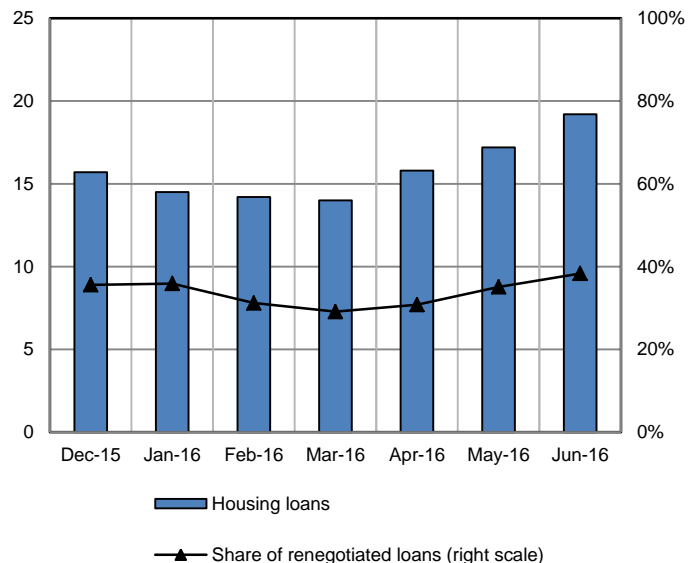
#### Monthly flows of housing loans (with seasonal adjustment)

(Changes in stocks in € Bn, adjusted for sales and securitization and write-offs/write-downs)



#### Share of renegotiation of new property loans

(Monthly flows seasonally adjusted, in € Bn and in %)



## Production of new loans

(excluding overdrafts, monthly flows seasonally adjusted (a))

(in € Bn)	Jan-16	Feb-16	Mar-16	Apr-16	May-16	Jun-16
- loans for consumption purposes (b)	4.1	4.4	4.6	4.6	4.8	5.1
- housing loans	14.5	14.2	14.0	15.8	17.2	19.2
- proportion of renegotiation (not seasonally adjusted) in % (c)	35.9	31.2	29.1	30.8	35.1	38.3

## Interest rates on new loans (narrow defined effective rate, monthly average)

(in %)	Jan-16	Feb-16	Mar-16	Apr-16	May-16 (e)	Jun-16 (f)
<b>Loans to individuals :</b>						
Of which:						
- housing loans long term and fixed rates	2.33	2.27	2.19	2.10	1.98	1.86
- housing loans short term and floating rates	2.10	1.94	2.02	1.94	1.91	1.87
- loans for consumption purposes (b)	4.66	4.47	4.48	4.37	4.37	4.03
- overdrafts for individuals (d)	6.53	6.44	6.54	6.30	6.29	6.39

(a) Parameters for seasonal adjustment are updated each month, taking into account monthly data under review.

(b) Excluding revolving loans.

(c) Ratio of renegotiated loans on housing loans, both not seasonally adjusted

(d) Overdrafts: negative balance of ordinary accounts + commercial credits + factoring + cash credits without fixed repayment schedule (including mobilization of revolving loans).

(e) Revisional data.

(f) Provisional data.

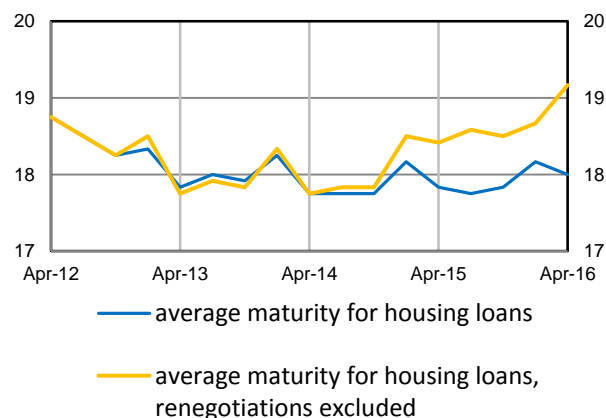
## Interest rates on housing loans, all maturities

(Narrowly defined effective rate, average weighted by long and short term flows, in %)



## Average maturity of the housing loans

(in years)



## Additional information

Only loans granted to individuals (households excluding sole proprietors and unincorporated partnerships) by resident monetary financial institutions are presented here.

The outstanding growth rates are calculated by correcting the effects of outstanding changes not resulting from economic transactions, particularly the derecognition of loans from the MFI's statistical balance sheet due to their sale and securitization and write-offs/write-downs but not the exchange rate effects.

The weighted average rates and new business volumes are calculated according to the harmonized definitions of the Eurosystem. Published rates are the narrowly defined effective rate (NDER). They correspond to the interest component of the Annual Percentage Rate of Charge (APRC). Renegotiated loans also include mortgage repurchase.

Subscription to Stat info can be requested to [2503-DIFFUSION-UT@banque-france.fr](mailto:2503-DIFFUSION-UT@banque-france.fr)