

## Loans to households France August 2016

5 October 2016

### Acceleration of housing loans

- The annual growth rate of loans to households rises in August 2016 (+4.0%, up from +3.7% in July), due to a sharp increase of house purchase loans (+3.7%, up from +3.3%). In contrast, consumer credit growth is almost stable (+5.6%, down from +5.7%).
- The production of the new housing loans continues to increase (€23 billion in August, up from €21.2 billion in July). It is boosted again by renegotiations which represent half of the new loans granted in August.
- The interest rates of the new housing loans is decreasing again for long-term maturity and fixed rate loans (1.72% in August, down from 1.78% in July). Since end December 2015, the interest rate of the new housing loans has diminished by 61bp.

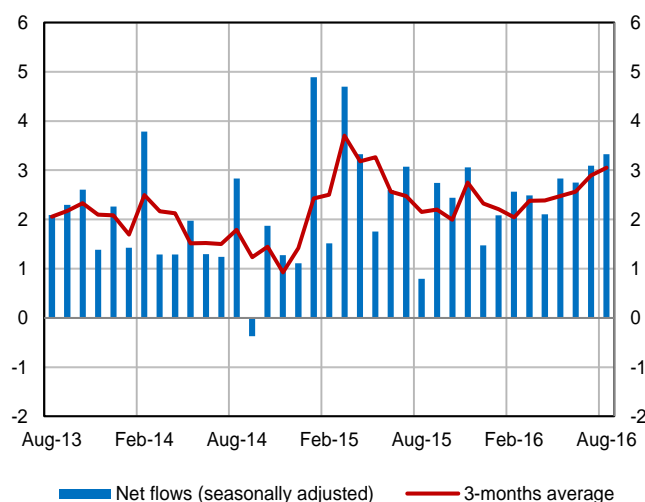
#### Outstanding amounts and annual growth rates (without seasonal adjustment)

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

	month level	Annual growth rate		
	Aug-16	Jun-16	Jul-16	Aug-16
<b>Total</b>	<b>1 080</b>	<b>3,7</b>	<b>3,7</b>	<b>4,0</b>
<i>Lending for house purchase</i>	888	3,3	3,3	3,7
<i>Credit for consumption</i>	156	5,9	5,7	5,6
<i>Other lending</i>	35	3,7	4,3	4,7

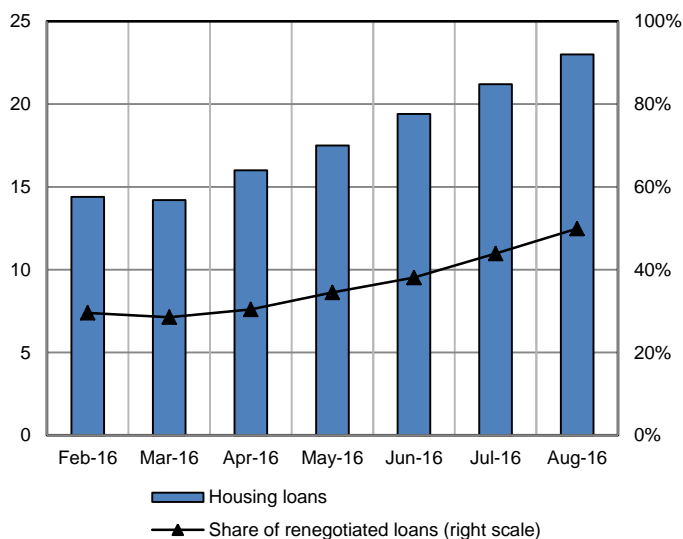
#### Monthly flows of housing loans (with seasonal adjustment)

(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)	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16
- loans for consumption purposes (b)	4.6	4.6	4.7	5.1	4.7	4.4
- housing loans	14.2	16.0	17.5	19.4	21.2	23.0
- proportion of renegotiation (not seasonally adjusted) in % (c)	28.5	30.4	34.5	38.1	43.9	49.9

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

(in %)	Mar-16	Apr-16	May-16	Jun-16	July-16 (e)	Aug-16 (f)
<b>Loans to individuals :</b>						
Of which:						
- housing loans long term and fixed rates	2.19	2.10	1.98	1.85	1.78	1.72
- housing loans short term and floating rates	2.02	1.94	1.91	1.86	1.60	1.69
- loans for consumption purposes (b)	4.48	4.37	4.37	4.02	3.98	4.19
- overdrafts for individuals (d)	6.54	6.30	6.29	6.36	6.29	6.27

(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 %)



## 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 accounting modifications that do not reflect economic changes. In particular the accounting derecognition of loans from the MFI's statistical balance sheet due to their sale, securitization or write-offs/write-downs is corrected. Conversely, exchange rate effects are taken into account without any change.

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 repurchases.

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