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PRESS RELEASE

EURO AREA MFI INTEREST RATE STATISTICS: JUNE 2013

In June 2013 the euro area composite interest rates for loans to both, non-financial corporations and households decreased. In the same month, the euro area composite rate on deposits from non-financial corporations remained broadly unchanged, while the rate for deposits from households decreased.

Most significant MFI interest rates on new business loans to, and deposits from, non-financial corporations:

June 2013 saw mixed developments in the cost of new borrowing by non-financial corporations both for small loans and for loans of over €1 million. For example, the interest rate on new loans over €1 million with a floating rate and an initial rate fixation period of up to three months decreased by 5 basis points from the previous month to stand at 2.05%. This month-on-month decrease was driven by the interest rate effect which outweighed changes in the corresponding weights: 10 and 5 basis points respectively. The corresponding rate for new loans of the same size with an initial rate fixation period of over ten years increased by 33 basis points to stand at 3.12%. The month-on-month increase was driven by the interest rate effect which accounted for 32 basis points of the change. In the case of new loans up to € 250,000 with a floating rate and an initial rate fixation period of up to three months, the average rate charged decreased by 16 basis points to stand at 4.60%. The month-on-month decrease was driven by the interest rate effect. As regards new deposit agreements, the interest rate on deposits from non-financial corporations with an agreed maturity of up to one year rose by 5 basis points to stand at 0.88% in June 2013 (having stood at 0.83% in May 2013). This increase was more than accounted for by the weight effect.

Non-financial corporations

	MFI interest rates (percentage points, unless otherwise indicated)				New business volumes (EUR billions; non-seasonally adjusted)		
	Jun. 2013	Month-on-month change	Of which:		Jun. 2013	May. 2013	Jun. 2012
			interest rate effect	weight effect			
Loans of over € 1 million with a floating rate and an initial rate fixation period of up to three months	2.05%	-0.05	-0.10	+0.05	123.86	112.14	149.82
Loans of over € 1 million with an initial rate fixation period of over ten years	3.12%	+0.33	+0.32	+0.02	4.74	3.31	5.34
Loans of up to € 250,000 with a floating rate and with initial rate fixation period of up to three months	4.60%	-0.16	-0.13	-0.03	16.15	16.91	17.93
Deposits with an agreed maturity of up to one year	0.88%	+0.05	-0.09	+0.13	89.57	96.66	127.88

Most significant MFI interest rates on new business loans to sole proprietors and unincorporated partnerships:

The interest rate on new loans to sole proprietors and unincorporated partnerships with a floating rate or an initial rate fixation period of up to one year decreased by 22 basis points to stand at 3.10%. This decrease was driven by the weight effect.

Sole proprietors and unincorporated partnerships

	MFI interest rates (percentage points, unless otherwise indicated)				New business volumes (EUR billions; non-seasonally adjusted)		
	Jun. 2013	Month-on-month change	Of which:		Jun. 2013	May. 2013	Jun. 2012
			interest rate effect	weight effect			
Loans at floating rate and with fixation period of up to one year	3.10%	-0.22	-0.03	-0.19	5.38	4.74	5.29

Most significant MFI interest rates on new business loans to, and deposits from, households:

In June 2013 the interest rate on new loans to households for consumption with a floating rate and an initial rate fixation period of up to one year fell by 16 basis points to stand at 5.84%. This was driven by the interest rate effect. In the same period, the cost of new borrowing by households with regard to housing loans decreased. The interest rate on loans for house purchases with a floating rate and an initial rate fixation period of up to one year decreased by 5 basis points to stand at 2.82%. Furthermore, the interest rate on loans with an initial rate fixation period of over ten years fell by 6 basis points to stand at 3.16% in June 2013.

Rates agreed on new deposits from households saw mixed developments. The interest rate on deposits with an agreed maturity of up to one year fell by 16 basis points to stand at 1.88%. Finally, the interest rate on deposits redeemable at three months' notice remained basically unchanged at 1.30% in June 2013.

Households

	MFI interest rates (percentage points, unless otherwise indicated)				New business volumes (EUR billions; non-seasonally adjusted)		
	Jun. 2013	Month-on-month change	Of which:		Jun. 2013	May. 2013	Jun. 2012
			interest rate effect	weight effect			
Loans for consumption with a floating rate and an initial rate fixation period of up to one year	5.84%	-0.16	-0.17	+0.01	3.19	3.16	3.47
Loans for house purchases with a floating rate and an initial rate fixation period of up to one year	2.82%	-0.05	-0.04	-0.01	12.63	12.22	13.74
Loans for house purchases with an initial rate fixation period of over ten years	3.16%	-0.06	-0.05	-0.01	17.91	16.55	15.40
Deposits with an agreed maturity of up to one year	1.88%	-0.16	-0.13	-0.03	60.22	67.80	81.16
Deposits redeemable at notice of up to three months*	1.30%	-0.01	-0.01	0.00	2,059.37	2,060.34	1,954.91

* For this instrument category, the concept of new business is extended to the whole outstanding amounts and therefore it is not comparable with the business volumes of the other categories; households and non-financial corporations are merged and allocated to the household sector. Volume data derives from ECB MFI Balance Sheet Items Statistics.

Notes:

- The first paragraph of the press release is based on the arithmetic average of MFI interest rates, weighted by new business volumes, for the following four categories: loans to and deposits from households, and loans to and deposits from non-financial corporations. The rest of the press release presents statistical information derived from a subset of the available MFI interest rate statistics. The full set of statistics can be downloaded from the "MFI interest rates" part of the "Money, banking and financial markets" section of the ECB's Statistical Data Warehouse (see <http://sdw.ecb.europa.eu>). More detailed information on MFI interest rate statistics, including the release calendar, is available from the "Bank interest rates" part of the "Monetary and financial statistics" section of the ECB's statistics website (see <http://www.ecb.europa.eu/stats>).
- In this press release, loans are categorised on the basis of their initial rate fixation period - i.e. the period of time at the start of the contract during which the interest rate will not change. Floating rate is defined as the interest rate that is subject to revisions on a continuous basis or at the discretion of the MFI.
- For MFI interest rate statistics, "new business" refers to any new agreement between a customer and an MFI, while "outstanding amounts" refers to the stock of all deposits and all loans at a specific moment in time.
- In this press release "up to" means "up to and including".
- Interest rates on new business are weighted on the basis of the size of the individual agreements. This is done both by the reporting agents and when computing the national and euro area averages. Thus, in addition to changes in actual interest rates, changes in average euro area interest rates for new business also reflect changes in the weights of individual countries' new business for the instrument categories concerned. The "interest rate effect" and the "weight effect" presented in this press release are derived from the Bennet index, which allows month-on-month developments in euro area aggregate rates resulting from changes in individual country rates (the "interest rate effect") to be disentangled from those caused by changes in the weights of individual euro area countries' contribution (the "weight effect").
- In addition to monthly euro area MFI interest rate statistics for June 2013, this press release incorporates minor revisions to data for previous periods. Unless otherwise indicated, these euro area statistics cover the EU Member States that had adopted the euro at the time to which the data relate. Thus, these statistics include Greece as of January 2001, Slovenia as of January 2007, Cyprus and Malta as of January 2008, Slovakia as of January 2009 and Estonia as of January 2011.

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