

HOUSEHOLD LOANS, JANUARY 2022

The outstanding balance of household loans fell KRW0.7 trillion across all financial sectors at the end of January 2022 (*up 6.3% y-o-y*),¹ showing a continued slowdown in the growth rate. The household loan balance dropped KRW0.4 trillion in the banking sector and KRW0.3 trillion in the nonbanking sector.

All financial sectors (y-o-y): +9.2% (Sep 2021)→+8.6% (Oct)→+7.7% (Nov)→+7.1% (Dec)→+6.3% (Jan 2022)

By type, mortgage loans rose KRW2.9 trillion in January, rising slightly more than the previous month (*up KRW2.6 trillion*) but staying at a stable level. Other types of loans including credit loans fell KRW3.6 trillion, showing a steady decline from the previous month (*down KRW2.4 trillion*), due to seasonal factors and the expanded application of the debt service ratio (DSR) rules on individual borrowers.

<Trends in outstanding balance of household loans²>

(In trillion won)

	2020			2021				2022
	Jan-Dec	Jan	Dec	Jan-Dec	Jan	Nov	Dec	Jan
Banks	+100.7	+3.7	+6.7	+71.6	+7.6	+2.9	-0.2	-0.4
Non-banks	+11.5	-1.5	+2.1	+35.9	+2.8	+3.0	+0.4	-0.3
Mutual finance	-0.1	-1.9	+1.0	+19.5	+0.5	+2.2	+1.0	-1.1
Credit union	-1.45	-0.29	+0.16	+1.93	+0.00	+0.94	+0.06	+0.02
Nonghyup	+4.24	-1.09	+1.08	+11.31	+0.60	-0.14	-0.55	-0.95
Suhyup	+0.08	-0.09	-0.01	+0.90	+0.04	-0.04	-0.06	-0.08
NFCF ³	+0.28	+0.01	+0.04	+0.45	+0.02	-0.01	-0.00	-0.00
KFCC ⁴	-3.24	-0.45	-0.23	+4.95	-0.18	+1.46	+1.52	-0.13
Insurance	+1.7	-0.5	+0.2	+5.4	+0.7	+0.5	+0.1	+0.3
Savings banks	+5.5	+0.3	+0.4	+6.3	+0.7	+0.2	+0.0	+0.1
Credit finance companies	+4.4	+0.6	+0.5	+4.7	+0.9	+0.1	-0.6	+0.5
Total	+112.3	+2.2	+8.8	+107.5	+10.4	+5.9	+0.2	-0.7

The financial authorities will continue to work for stable management of the household debt growth in 2022 while seeking measures to improve the qualitative structure of household debt.

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For press inquiry, please contact Foreign Media Relations at fsc_media@korea.kr.

¹ Preliminary

² Advance estimates from the Financial Supervisory Service

³ National Forestry Cooperative Federation

⁴ Korean Federation of Community Credit Cooperatives