

HOUSEHOLD LOANS, NOVEMBER 2020

The outstanding balance of household loans¹ in all financial sectors rose KRW18.3 trillion from the previous month at the end of November 2020 (*up 7.9% year-on-year*). The household loan balance increased KRW13.6 trillion in the banking sector and KRW4.7 trillion in the non-banking sector.

All financial sectors (y-o-y): +5.9% (Nov 2018) → +4.1% (Nov 2019) → +7.9% (Nov 2020)

By type, mortgage loans increased KRW6.8 trillion in November, dropping KRW0.5 trillion from the previous month (*up KRW7.3 trillion y-o-y*). In the banking sector, mortgage loans expanded KRW6.2 trillion, down KRW0.6 trillion from the previous month, as jeonse² loans grew at a slower rate. Mortgage lending by non-banks saw an increase of KRW0.6 trillion from the previous month. Other types of loans grew KRW11.5 trillion as credit-based lending by both banks and non-banks rose KRW7.4 trillion and KRW4.1 trillion, respectively, due to high demand for IPO deposits and front-loaded demand ahead of tougher regulations on credit lending.

<Trends in outstanding balance of household loans³>

(In trillion won)

	2018			2019			2020		
	Jan-Nov	Oct	Nov	Jan-Nov	Oct	Nov	Jan-Nov	Oct	Nov
Banks	+55.1	+7.7	+6.7	+53.6	+7.2	+7.0	+94.0	+10.6	+13.6
Non-banks	+13.4	+2.7	+1.3	-5.1	+1.1	-0.2	+9.0	+2.9	+4.7
Mutual finance	+1.7	+0.8	+0.5	-8.4	-0.2	-0.9	-1.3	+0.8	+2.1
Credit union	-2.46	-0.06	-0.09	-1.57	-0.16	-0.25	-1.72	-0.05	+0.10
Nonghyup	+5.44	+0.81	+0.67	-0.68	-0.05	-0.29	+3.16	+0.65	+1.31
Suhyup	-0.29	+0.05	-0.00	+0.07	+0.05	-0.07	+0.09	+0.06	+0.08
NFCF ⁴	+0.57	+0.05	+0.06	+0.42	+0.04	+0.03	+0.24	+0.04	+0.05
KFCC ⁵	-1.57	-0.03	-0.15	-6.67	-0.10	-0.29	-3.01	+0.07	+0.53
Insurance	+4.9	+0.9	+0.5	-1.1	+0.4	+0.0	+1.4	+0.5	+0.6
Savings banks	+2.1	+0.3	+0.3	+2.4	+0.4	+0.2	+5.1	+0.7	+0.9
Credit finance companies	+4.7	+0.7	-0.0	+2.0	+0.5	+0.4	+3.8	+1.0	+1.1
Total	+68.5	+10.4	+8.0	+48.4	+8.3	+6.7	+103.0	+13.6	+18.3

The government will continue to closely monitor trends in household loans and check the implementation of household debt management plan.

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

¹ Preliminary

² A lump sum deposit without monthly payments for rent

³ Advance estimates from the Financial Supervisory Service

⁴ National Forestry Cooperative Federation

⁵ Korean Federation of Community Credit Cooperatives