

HOUSEHOLD LOANS, FEBRUARY 2021

The outstanding balance of household loans¹ in all financial sectors rose KRW9.5 trillion from the previous month at the end of February 2021 (*up 8.5% y-o-y*). In the banking sector, household loans increased KRW6.7 trillion while the non-banking sector saw an increase of KRW2.8 trillion.

All financial sectors (y-o-y): +5.3% (Feb 2019) → +5.0% (Feb 2020) → +8.5% (Feb 2021)

By type, mortgage loans rose KRW7.7 trillion in February, growing KRW1.8 trillion from the previous month (*up KRW0.8 trillion y-o-y*). In the banking sector, jeonse² loans and mortgage loans grew KRW3.4 trillion and KRW2.3 trillion, respectively, while mortgage lending by non-banks increased KRW1.3 trillion from the previous month. Other types of loans rose KRW1.8 trillion, down KRW2.7 trillion from the previous month as demand for credit loans declined.

<Trends in outstanding balance of household loans³> (In trillion won)

	2019			2020			2021		
	Jan-Feb	Jan	Feb	Jan-Feb	Jan	Feb	Jan-Feb	Jan	Feb
Banks	+3.6	+1.1	+2.5	+13.0	+3.7	+9.3	+14.3	+7.6	+6.7
Non-banks	-2.6	-1.5	-1.2	-1.3	-1.5	+0.2	+5.6	+2.8	+2.8
Mutual finance	-3.0	-1.7	-1.3	-2.9	-1.9	-1.0	+1.5	+0.5	+1.0
Credit union	-0.47	-0.30	-0.17	-0.42	-0.29	-0.13	-0.16	+0.00	-0.16
Nonghyup	-0.37	-0.23	-0.14	-1.39	-1.09	-0.30	+1.60	+0.60	+0.99
Suhyup	+0.04	+0.01	+0.04	-0.15	-0.09	-0.06	+0.18	+0.04	+0.13
NFCF ⁴	+0.09	+0.05	+0.04	+0.03	+0.01	+0.02	+0.05	+0.02	+0.03
KFCC ⁵	-2.26	-1.23	-1.03	-0.95	-0.45	-0.50	-0.17	-0.18	+0.01
Insurance	-0.5	-0.4	-0.1	-0.2	-0.5	+0.3	+1.3	+0.7	+0.7
Savings banks	+0.5	+0.3	+0.2	+0.6	+0.3	+0.3	+1.2	+0.7	+0.5
Credit finance companies	+0.3	+0.3	-0.1	+1.1	+0.6	+0.6	+1.5	+0.9	+0.6
Total	+1.0	-0.4	+1.3	+11.7	+2.2	+9.5	+19.8	+10.4	+9.5

The financial authorities will closely monitor trends in household loans and introduce a more effective household debt management plan focusing on individual DSR within this month.

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

¹ Preliminary

² Lump-sum deposit for rent without monthly payments

³ Advance estimates from the Financial Supervisory Service

⁴ National Forestry Cooperative Federation

⁵ Korean Federation of Community Credit Cooperatives