

## HOUSEHOLD LOANS, May 2021

The outstanding balance of household loans<sup>1</sup> in all financial sectors fell KRW1.8 trillion from the previous month at the end of May 2021 (*up 9.6% y-o-y*). The household loan balance dropped KRW1.5 trillion in the banking sector and KRW0.3 trillion in the non-banking sector.

All financial sectors (y-o-y): +8.5% (Mar 2021) → +10.0% (Apr 2021) → +9.6% (May 2021)

By type, mortgage loans expanded KRW4.5 trillion in May, growing at a slower rate compared with the previous month (*up KRW5.2 trillion y-o-y*), due to an overall drop in housing transactions. Other types of loans including credit loans fell KRW6.3 trillion due to a large-scale refund of deposits taking place in the aftermath of the SKIET IPO subscription.

### <Trends in outstanding balance of household loans<sup>2</sup>>

(In trillion won)

	2019			2020			2021		
	Jan-May	Apr	May	Jan-May	Apr	May	Jan-May	Apr	May
Banks	+16.0	+4.5	+5.0	+32.5	+4.9	+5.0	+35.3	+16.0	-1.5
Non-banks	-3.2	+0.6	+0.9	-4.8	-1.9	-1.1	+17.8	+9.4	-0.3
Mutual finance	-4.3	-0.0	-0.2	-5.1	-0.7	-0.6	+7.0	+4.7	-0.9
Credit union	-0.67	-0.01	-0.07	-1.42	-0.25	-0.24	-0.22	+0.26	-0.37
Nonghyup	+0.34	+0.40	+0.29	-1.10	-0.04	+0.13	+6.18	+3.12	+0.06
Suhypu	+0.07	+0.04	+0.01	-0.22	-0.05	-0.01	+0.55	+0.25	+0.00
NFCF <sup>3</sup>	+0.25	+0.06	+0.06	+0.08	+0.00	+0.00	+0.22	+0.07	+0.03
KFCC <sup>4</sup>	-4.25	-0.52	-0.53	-2.40	-0.40	-0.52	+0.29	+1.02	-0.67
Insurance	-0.7	-0.1	+0.2	-1.2	-0.8	-0.5	+3.0	+2.6	-1.3
Savings banks	+1.0	+0.4	+0.3	+1.5	+0.5	+0.2	+3.5	+1.1	+0.5
Credit finance companies	+0.8	+0.3	+0.6	+0.1	-0.9	-0.2	+4.3	+1.0	+1.3
Total	+12.9	+5.1	+5.9	+27.7	+3.0	+3.9	+53.2	+25.4	-1.8

The financial authorities will closely monitor trends in household loans and work for an effective and consistent implementation of the household debt management measures.

# # #

For press inquiry, please contact Foreign Media Relations at fsc\_media@korea.kr.

<sup>1</sup> Preliminary

<sup>2</sup> Advance estimates from the Financial Supervisory Service

<sup>3</sup> National Forestry Cooperative Federation

<sup>4</sup> Korean Federation of Community Credit Cooperatives