

HOUSEHOLD LOANS, October 2021

The outstanding balance of loans to households increased KRW6.1 trillion in all financial sectors at the end of October 2021 (*up 8.6% y-o-y*).¹ The balance of household loans increased KRW5.2 trillion in the banking sector and KRW0.9 trillion in the non-banking sector, showing a steady decline in the growth rate.

All financial sectors (y-o-y): +10.0% (Jul) → +9.5% (Aug) → +9.2% (Sep) → +8.6% (Oct)

By type, mortgage loans went up KRW5.3 trillion in October, growing at a slower rate compared with the previous month (*up KRW6.7 trillion*) as the volume of housing transactions dropped. Other types of loans including credit loans grew at a slower rate (*up KRW0.8 trillion*) compared with the previous month (*up KRW1.2 trillion*).

<Trends in outstanding balance of household loans²>

(In trillion won)

	2019			2020			2021		
	Jan-Oct	Sep	Oct	Jan-Oct	Sep	Oct	Jan-Oct	Sep	Oct
Banks	+46.6	+4.8	+7.2	+80.4	+9.7	+10.6	+69.0	+6.4	+5.2
Non-banks	-4.9	-1.6	+1.1	+4.4	+1.3	+2.9	+32.4	+1.5	+0.9
Mutual finance	-7.5	-0.9	-0.2	-3.3	+0.3	+0.8	+16.3	+1.8	+0.3
Credit union	-1.33	-0.19	-0.16	-1.83	-0.01	-0.05	+0.84	+0.27	+0.40
Nonghyup	-0.39	-0.28	-0.05	+1.85	+0.38	+0.65	+12.01	+0.98	-0.71
Suhyup	+0.14	-0.04	+0.05	+0.01	+0.07	+0.06	+1.01	+0.10	-0.06
NFCF ³	+0.40	+0.03	+0.04	+0.19	+0.03	+0.04	+0.47	+0.04	+0.05
KFCC ⁴	-6.37	-0.46	-0.10	-3.54	-0.21	+0.07	+1.97	+0.42	+0.60
Insurance	-1.1	-0.3	+0.4	+0.8	+0.3	+0.5	+4.9	+0.2	+0.3
Savings Banks	+2.2	+0.1	+0.4	+4.2	+0.6	+0.7	+6.1	+0.1	+0.2
Credit finance companies	+1.6	-0.4	+0.5	+2.7	+0.2	+1.0	+5.2	-0.7	+0.1
Total	+41.7	+3.2	+8.3	+84.8	+11.0	+13.6	+101.4	+7.8	+6.1

The growth of household loan balance has been steadily declining since July 2021. The financial authorities will continue to work for the seamless implementation of the household debt management measures announced in October.

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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