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PRESS RELEASE

Household and non-financial corporate sector interest rates: October 2020¹

In October 2020, the average APRC on new housing loans to the household sector fell slightly and that on personal loans remained unchanged. Seasonally adjusted new business volumes of housing and personal loans slightly fell. Average interest rates on forint lending to non-financial corporations fell and those on euro lending rose.

Table 1: New business of loans and deposits to households

	Average interest rates on new business ² (percentage points)			New business volumes (HUF billions: non-seasonally adjusted data)			New business volumes (HUF billions: seasonally adjusted data)		
	Oct 2020	Month-on month change	Oct 2019	Oct 2020	Sep 2020	Oct 2019	Oct 2020	Sep 2020	Oct 2019
Forint housing loans	4,25	-0,02	4,58	81,2	91,9	81,3	81,3	82,6	77,3
up to one year initial rate fixation	3,64	0,36	3,48	0,7	1,0	1,6			
over one year initial rate fixation	4,26	-0,03	4,60	80,5	91,0	79,7			
Forint general purpose mortgage loans	5,80	-0,18	6,19	6,8	6,2	6,2	6,8	6,0	6,3
up to one year initial rate fixation	6,39	3,12	4,58	0,1	0,3	0,4			
over one year initial rate fixation	5,79	-0,34	6,31	6,7	5,9	5,8			
Forint personal loans	5,69	0,01	13,53	25,1	28,8	48,4	25,6	25,8	47,3
Forint deposits	0,31	0,00	0,30	242,7	281,8	219,1	262,8	281,6	222,6
Euro deposits with maturity up to 1 year	0,04	0,00	0,06	12,7	12,3	11,4	13,1	11,7	11,0

1) Loans with floating rate and up to 1 year initial rate fixation.

2) The table contains the average APRC for loans.

In October 2020, the average **APRC** on new *housing loans* fell slightly. Households concluded the large majority of new housing loan contracts with initial rate fixation of over one year. The average length of interest rate fixation was 113 months. The APRC on *personal loans* remained unchanged relative to the previous month.²

Seasonally adjusted new business volumes of *housing* and *personal loans* decreased slightly.

Pursuant to Government Decree 44/2019 (III.12), new business volumes of loans to retail customers linked to the baby-expecting support amounted to HUF 53 billion in October. From the beginning of the Programme to the end of October households entered into such contracts with credit institutions amounting to a total of HUF 995 billion.

Average interest rates on households' *forint* and *euro deposits* remained unchanged. Seasonally adjusted **new business volumes** of *forint deposits* fell and those of *euro deposits* rose relative to the previous month.

¹New lending to households and non-financial corporations does not include restructured loans. (For more details, see the Methodological notes.)

²The low APRC on personal loans mainly reflects the effect of a discount APRC specified in a Government Decree on unsecured consumer loans concluded after 18 March 2020, effective until 31 December 2020 (see Methodological notes).

Table 2: New business of loans and deposits to non-financial corporations

	Average interest rates on new business (percentage points)			New business volumes (HUF billions: non-seasonally adjusted data)			New business volumes (HUF billions: seasonally adjusted data)		
	Oct 2020	Month-on month change	Oct 2019	Oct 2020	Sep 2020	Oct 2019	Oct 2020	Sep 2020	Oct 2019
Forint loans up to 1 million EUR ¹	2,64	-0,08	2,98	33,9	29,8	43,8	31,7	27,9	40,0
Euro loans up to 1 million EUR ¹	1,62	0,17	2,01	4,5	4,0	4,7	4,5	3,9	4,7
Forint loans over 1 million EUR ^{1,2}	1,80	-0,06	1,51	113,3	47,8	113,5	102,5	59,0	102,8
Forint loans over 1 million EUR excluding the impact of interest rates of money market contracts	1,92	-0,48	2,23						
Euro loans over 1 million EUR ¹	2,02	1,14	1,42	51,0	15,0	38,6	50,1	17,8	38,5
Forint deposits	0,50	0,05	0,13	1 010,8	920,2	425,4	980,7	874,6	399,4
Euro deposits with maturity up to 1 year	0,01	0,05	-0,10	8,8	12,5	13,1	7,3	13,9	10,5

1) Loans with floating rate and up to 1 year initial rate fixation.

2) The category of forint loans over 1 million EUR includes low-rates contracts - so-called money market contracts - as well. The proportion of these

Average interest rates on *forint lending* to non-financial corporations fell relative to September and **average interest rates** on *euro lending* rose in both threshold categories.

Seasonally adjusted **new business volumes** of *forint* and *euro lending* of up to EUR 1 million to non-financial corporations rose slightly and there was a more significant rise in the category of over EUR 1 million.

Average interest rates on *forint-* and *euro deposits* to non-financial corporations rose relative to the previous month. Seasonally adjusted **new business volumes** of *forint deposits* rose and those of *euro deposits* fell.

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Detailed tables: [Time series](#)

Notes: [Methodological notes](#)

Charts: [Chart pack](#)

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