



NOT FOR PUBLICATION UNTIL 09:30 ON 1 SEPTEMBER 2009

## Lending to individuals: July 2009

**Total net lending to individuals** fell by £0.6 billion in July, showing a net repayment for the first time in the series (Table A). The twelve-month growth rate continued to fall, by 0.3 percentage points to 0.9%, and the three-month annualised growth rate also fell, by 0.5 percentage points, to 0.0%.

Within the total, **net lending secured on dwellings** showed a net repayment of £0.4 billion, weaker than the June increase of £0.1 billion and below the previous six-month average (Table A). The twelve-month growth rate fell further, by 0.3 percentage points to 0.8%. The three-month annualised growth rate fell to 0.0%. The July growth rates and the net repayment were all series lows. Within total secured lending, secured lending by banks (excluding the effects of securitisations) increased by £2.1 billion, above the £1.9 billion increase in June. The **numbers of loan approvals for house purchase** (50,123) and for **remortgaging** (35,206) were both higher than in June and above the previous six-month average. The number of loans approved for **other purposes** (27,278) was lower than in June and below the previous six-month average (Table B).

**Consumer credit** fell by a net £0.2 billion, below the previous six-month average (Table A). **Credit card lending** increased by a net £0.1 billion and **other loans and advances** fell by £0.3 billion. The annual growth rate of consumer credit continued to fall, to 1.4%; the three-month annualised growth rate fell by 0.8 percentage points to 0.2%.

**Table A: Net lending to individuals** <sup>(a)</sup>  
Seasonally adjusted

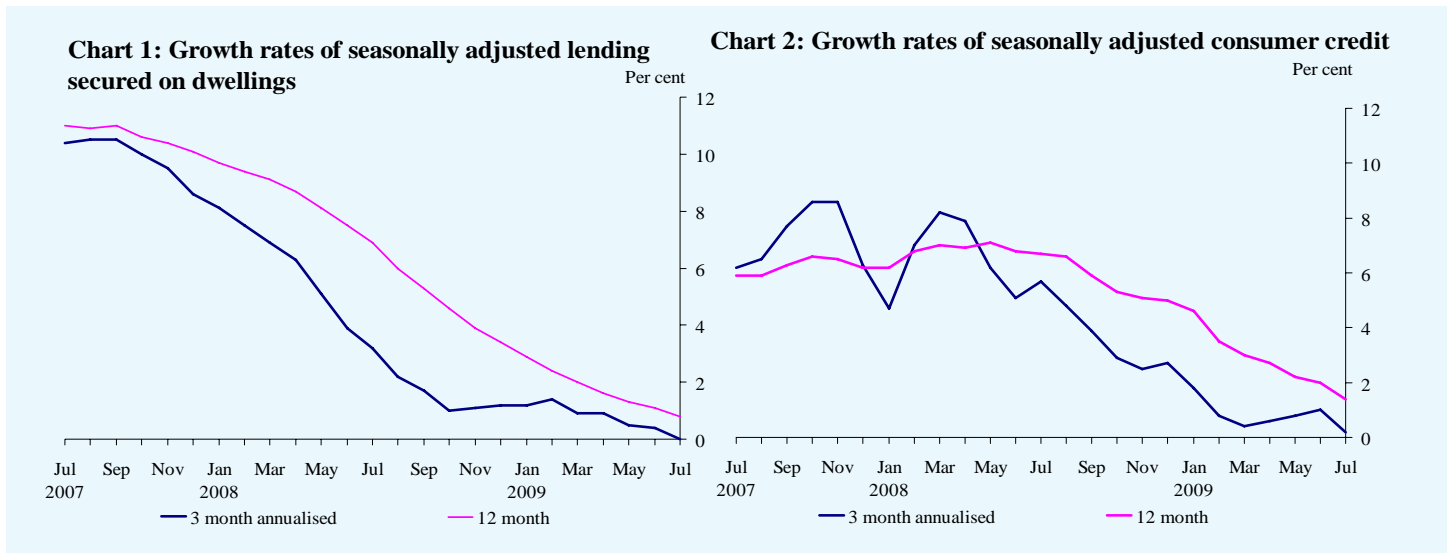
	LPM	Total			Secured on dwellings			Consumer credit <sup>(b)</sup>		
		Change £ billions	Growth rates Per cent		Change £ billions	Growth rates Per cent		Change £ billions	Growth rates Per cent	
			1m	12m		1m	12m		1m	12m
		<i>VTUV</i>	<i>VTXZ</i>	<i>VTYC</i>	<i>VTVJ</i>	<i>VTYF</i>	<i>VTYI</i>	<i>RLMH</i>	<i>VTYL</i>	<i>VTYO</i>
2009	Apr	1.1	0.1	1.7	0.9	0.1	1.6	0.2	0.1	2.7
	May	0.5	0.0	1.4	0.2	0.0	1.3	0.2	0.1	2.2
	Jun	0.2	0.0	1.2	0.1	0.0	1.1	0.1	0.0	2.0
	Jul	-0.6	0.0	0.9	-0.4	0.0	0.8	-0.2	-0.1	1.4
	Previous 6m average	0.8			0.7			0.1		
		<i>VTXC</i>			<i>VTXK</i>			<i>VZRI</i>		
	Amounts outstanding	1 456.9			1 226.3			230.7		

(a) Data in bold italics are where the current estimate of the change differs by more than 0.2 per cent of the underlying level or the growth rate differs by 0.2 percentage points or more from the most recent published estimate. There are no revisions above the thresholds on this occasion.  
(b) See Notes to Editors 4.

**Table B: Approvals secured on dwellings** <sup>(a)</sup>  
Seasonally adjusted

	LPM	Total <sup>(b)</sup>		House purchase		Remortgaging		Other	
		Value	Number	Value	Number	Value	Number	Value	Number
		£ billions		£ billions		£ billions		£ billions	
		<i>VTVQ</i>	<i>B3C8</i>	<i>B4B5</i>	<i>VTVX</i>	<i>B4B6</i>	<i>B4B3</i>	<i>B4B7</i>	<i>B4B4</i>
2009	Apr	10.1	104,569	5.2	43,862	4.0	32,588	0.8	28,120
	May	10.5	104,482	5.6	44,234	4.0	31,942	0.8	28,306
	Jun	11.5	112,408	6.2	47,891	4.4	35,137	0.8	29,379
	Jul	12.3	112,607	6.7	50,123	4.5	35,206	0.8	27,278
	Previous 6m average	10.0	104,235	5.0	41,243	4.1	33,008	0.9	29,984

(a) Approvals secured on dwellings are measured net of cancellations. From January 2008 additional monthly gross approvals and cancellations data are available on the Bank's Statistical Interactive Database. The database can be accessed at [www.bankofengland.co.uk/mfsd/iadb](http://www.bankofengland.co.uk/mfsd/iadb). The additional series can be downloaded by clicking on "Tables", "Money and Lending", "Monthly lending secured on dwellings: gross approvals and cancellations, not seasonally adjusted". All series for numbers of approvals are from now on shown in actual numbers, rather than in thousands.  
(b) Owing to the method of seasonal adjustment of these series, they may not equal the sum of their component breakdown.



### Notes to Editors

- 1 Full data on lending to individuals are available in Table A5 of Bank of England *Monetary and Financial Statistics* ([www.bankofengland.co.uk/statistics/ms/current](http://www.bankofengland.co.uk/statistics/ms/current)); these data are consistent with M4 lending, but are more comprehensive (as they include lending by institutions other than banks and building societies). Further information on the definitions of lending to individuals and calculations of growth rates are shown separately.
- 2 The consumer credit data include input from the Office for National Statistics. These data, and additional data not presented here, can be accessed free-of-charge from the Time Series data services at the National Statistics website [www.statistics.gov.uk/statbase/tsdintro.asp](http://www.statistics.gov.uk/statbase/tsdintro.asp)
- 3 The Statistical Interactive Database ([www.bankofengland.co.uk/mfsd/iadb](http://www.bankofengland.co.uk/mfsd/iadb)) provides long runs of statistical data with comprehensive search options and the ability to download in a variety of formats. The series codes are listed in the tables in this release. The additional tables, shown separately, also illustrate the codes for each series which can be used for downloading long runs from the database.
- 4 Consumer credit consists of credit card lending and other loans and advances. Other loans and advances include loans made through Government student support schemes (currently through the Student Loans Company). From the academic year 2006/07 onwards, tuition fee loans were made available to new students affected by variable fees (fees charged at a higher rate than the previous fixed level fees) and also to those continuing students who were not entitled to 100% tuition fee grants and, hence, were paying all or part of their lower fixed level tuition fees. Such loans are made in instalments, mainly paid in February and May. All new entrants in academic year 2007/08 were affected by the variable fee regulations, whilst the corresponding group that had left university was mostly affected by the previous fixed level fees. Hence, the overall level of tuition fee loans rose significantly in 2007/08, and again in 2008/09. Further information on Government student support schemes can be found at [www.slc.co.uk/statistics/national\\_statistics.html](http://www.slc.co.uk/statistics/national_statistics.html)