



Statistical release

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Effective interest rates: December 2015

The effective rate paid on households' outstanding time deposits decreased by 8bps to 1.46% in December and the rate for households' new time deposits decreased by 16bps to 1.32%.

The effective rate on the stock of outstanding secured loans (mortgages) decreased by 2bps to 2.99% in December and the new secured loan rate was unchanged at 2.55%. The rate on outstanding unsecured personal loans decreased by 3bps to 6.73% in December and the new unsecured personal loan rate was unchanged at 7.11%. The credit card rate (all balances) fell to 10.16%, a 20bps decrease on the month (see Table A for households' effective rates).

Table A: Effective interest rates paid/received on household balances by UK MFIs (excluding central bank)
Per cent
Not seasonally adjusted

Table with 10 columns: Month, Sight deposits, Time deposits, Credit (all bals), Unsecured loans, Secured loans, Time deposits, Unsecured loans, Secured loans. Rows for 2015 Sep, Oct, Nov, Dec.

Chart 1: Effective interest rates on household deposits
Not seasonally adjusted

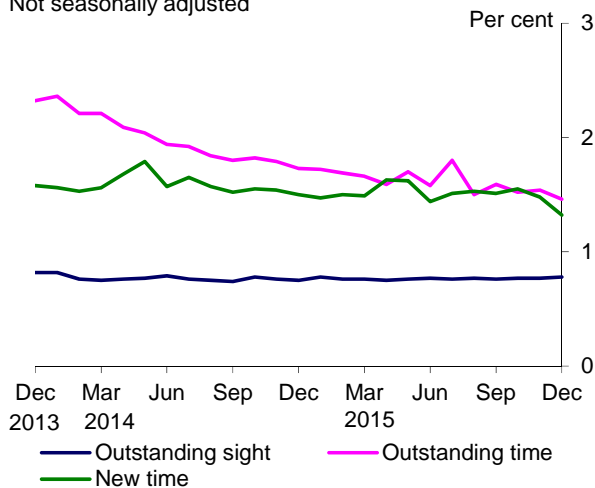
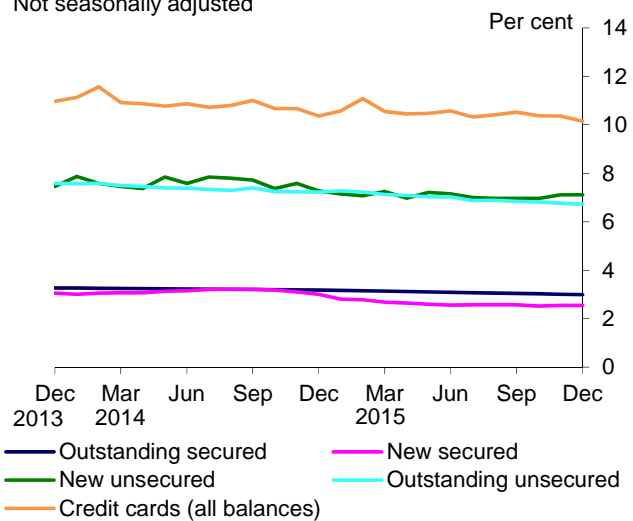


Chart 2: Effective interest rates on household loans
Not seasonally adjusted



The effective rate paid on **private non-financial corporations' (PNFCs) outstanding time deposits** decreased by 1bp to 0.66% in December, and the rate on **PNFCs' new time deposits** decreased by 1bp to 0.41%. The rate on **PNFCs' outstanding loans** increased by 1bp to 3.13% in December and the rate on **new lending** increased by 17bps to 2.76% (see Table B for PNFCs' effective rates).

**Table B: Effective interest rates paid/received on PNFC balances by UK MFIs (excluding central bank)**

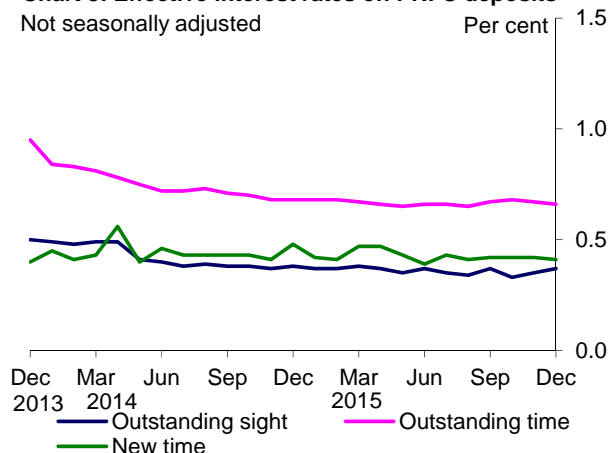
Per cent

Not seasonally adjusted

		Outstanding			New business	
		Sight	Time	Loans	Time	
		deposits	deposits	HSDC	deposits	Loans
		HSCT	HSCU	HSDC	BJ72	BJ82
2015	Sep	0.37	0.67	3.12	0.42	2.63
	Oct	0.33	0.68	3.12	0.42	2.61
	Nov	0.35	0.67	3.12	0.42	2.59
	Dec	0.37	0.66	3.13	0.41	2.76

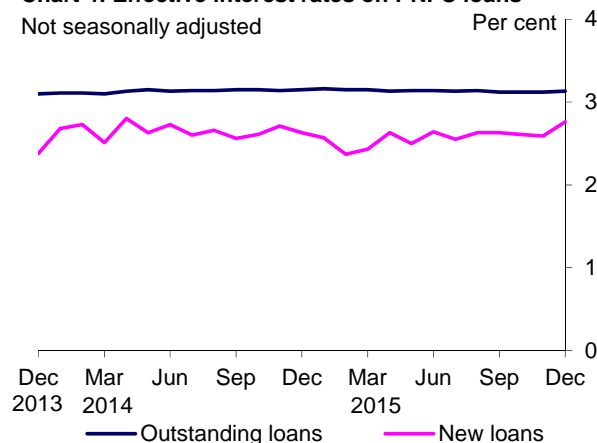
**Chart 3: Effective interest rates on PNFC deposits**

Not seasonally adjusted



**Chart 4: Effective interest rates on PNFC loans**

Not seasonally adjusted



### Technical notes

- 1 Full data on effective rates are available in Table G1.4 of Bank of England monetary and financial statistics ([www.bankofengland.co.uk/statistics/Pages/bankstats/current/default.aspx](http://www.bankofengland.co.uk/statistics/Pages/bankstats/current/default.aspx)); these data are sourced from the Bank's effective interest rates return, currently completed by 22 MFIs.
- 2 The statistical interactive database ([www.bankofengland.co.uk/boeapps/iadb/newintermed.asp](http://www.bankofengland.co.uk/boeapps/iadb/newintermed.asp)) 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.
- 3 For further information on the compilation of the Bank's effective interest rates series please refer to the explanatory notes ([www.bankofengland.co.uk/statistics/Pages/iadb/notesiadb/effective\\_int.aspx](http://www.bankofengland.co.uk/statistics/Pages/iadb/notesiadb/effective_int.aspx))