



Statistical release

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Effective interest rates: July 2015

The effective rate paid on **households' outstanding time deposits** increased by 22bps to 1.80% in July and the rate for **households' new time deposits** increased by 11bps to 1.55%.

The effective rate on the **stock of outstanding secured loans (mortgages)** decreased by 2bps to 3.07% in July and the **new secured loan** rate rose to 2.57%, an increase of 1bp on the month. The rate on **outstanding unsecured personal loans** decreased by 14bps to 6.88% in July and the **new unsecured personal loan** rate decreased by 15bps to 7.00%. The **credit card rate (all balances)** fell to 10.33%, a 25bps decrease on the month. (See Table A for households' effective rates).

The effective rate paid on **private non-financial corporations' (PNFCs) outstanding time deposits** was unchanged at 0.66% in July, and the rate on **PNFCs' new time deposits** increased by 4bps to 0.43%. The rate on **PNFCs' outstanding loans** decreased by 2bps to 3.12% in July and the rate on **new lending** decreased by 9bps to 2.55%. (See Table B for PNFCs' effective rates).

Table A: Effective interest rates paid/received on household balances by UK MFIs (excluding central bank)

Per cent
 Not seasonally adjusted

		Outstanding					New business		
		Sight deposits	Time deposits	Credit (all bals)	Unsecured loans	Secured loans	Time deposits	Unsecured loans	Secured loans
		HSCV	HSCW	HSDP	HSDI	HSDE	BJ74	BJ93	BJ95
2015	Apr	0.75	1.59	10.45	7.09	3.12	1.63	6.98	2.64
	May	0.76	1.70	10.48	7.03	3.11	1.62	7.21	2.59
	Jun	0.77	1.58	10.58	7.02	3.09	1.44	7.15	2.56
	Jul	0.76	1.80	10.33	6.88	3.07	1.55	7.00	2.57

Chart 1: Effective interest rates on household deposits

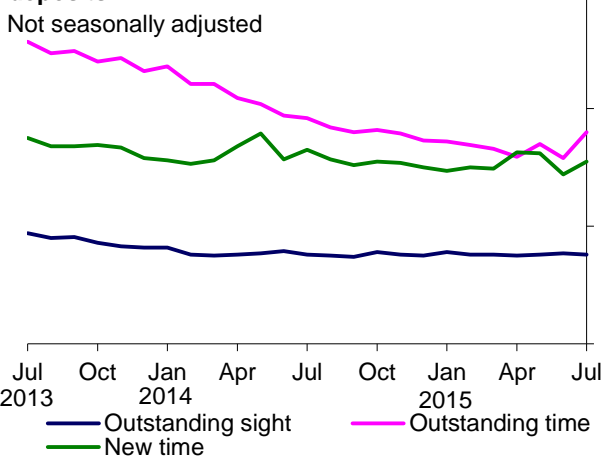


Chart 2: Effective interest rates on household loans

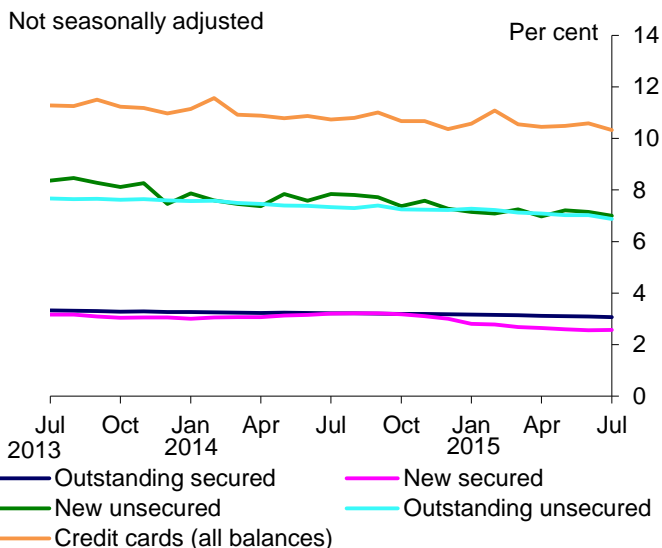


Table B: Effective interest rates paid/received on PNFC balances by UK MFIs (excluding central bank)

Per cent

Not seasonally adjusted

		Outstanding			New business	
		Sight	Time	Loans	Time	Loans
		deposits	deposits	HSDC	deposits	Loans
		H SCT	H SCU	HSDC	BJ72	BJ82
2015	Apr	0.37	0.66	3.13	0.47	2.63
	May	0.35	0.65	3.14	0.43	2.50
	Jun	0.37	0.66	3.14	0.39	2.64
	Jul	0.35	0.66	3.12	0.43	2.55

Chart 3: Effective interest rates on PNFC deposits

Not seasonally adjusted

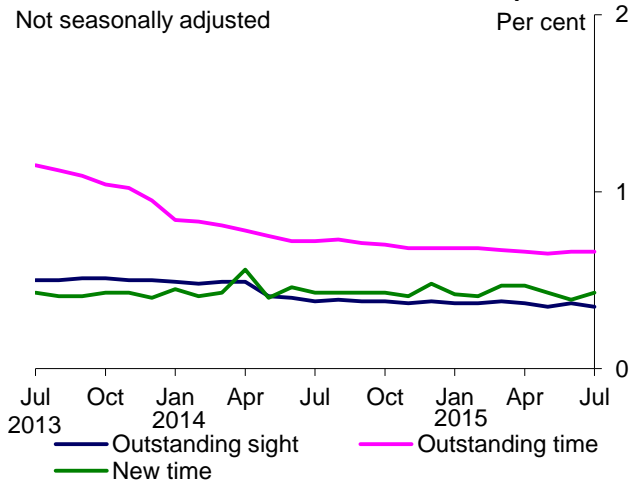
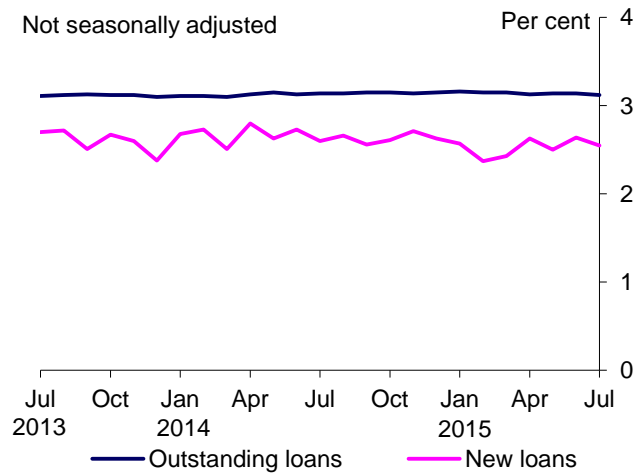


Chart 4: Effective interest rates on PNFC loans

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); 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/newwintermed.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)