



Statistical release

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Effective interest rates: March 2015

The effective rate paid on households' outstanding time deposits decreased by 3bps to 1.67% in March and the rate for households' new time deposits decreased by 1bp to 1.49%.

The effective rate on the stock of outstanding secured loans (mortgages) decreased by 1bp to 3.14% in March and the new secured loan rate fell to 2.68%, a decrease of 10bps on the month. The rate on outstanding unsecured personal loans decreased by 9bps to 7.13% in March and the new unsecured personal loan rate increased by 17bps to 7.25%. The credit card rate (all balances) fell to 10.55%, a 53bps decrease on the month. (See Table A for households' effective rates).

The effective rate paid on private non-financial corporations' (PNFCs) outstanding time deposits decreased by 1bp to 0.67% in March, and the rate on PNFCs' new time deposits increased by 7bps to 0.48%. The rate on PNFCs' outstanding loans was unchanged at 3.15% in March and the rate on new lending increased by 6bps to 2.43%. (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

Table with 9 columns: Outstanding (Sight deposits, Time deposits, Credit card (all bals), Unsecured loans, Secured loans) and New business (Time deposits, Unsecured loans, Secured loans). Rows show data for Dec 2014, Jan 2015, Feb 2015, and Mar 2015.

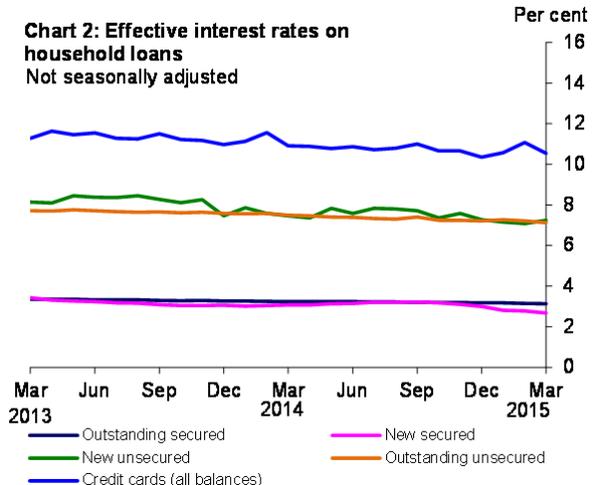
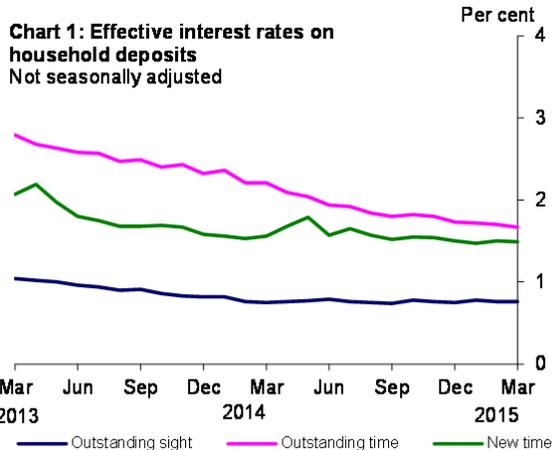


Table B: Effective interest rates paid/received on PNFC balances by UK MFIs (excluding central bank)

Per cent

Not seasonally adjusted

	Outstanding			New business	
	Sight	Time	Loans	Time	
	deposits	deposits		deposits	Loans
	H SCT	H SCU	H SDC	B J72	B J82
2014 Dec	0.38	0.68	3.15	0.48	2.63
2015 Jan	0.37	0.68	3.16	0.42	2.57
Feb	0.37	0.68	3.15	0.41	2.37
Mar	0.38	0.67	3.15	0.48	2.43

Chart 3: Effective interest rates on PNFC deposits
Not seasonally adjusted

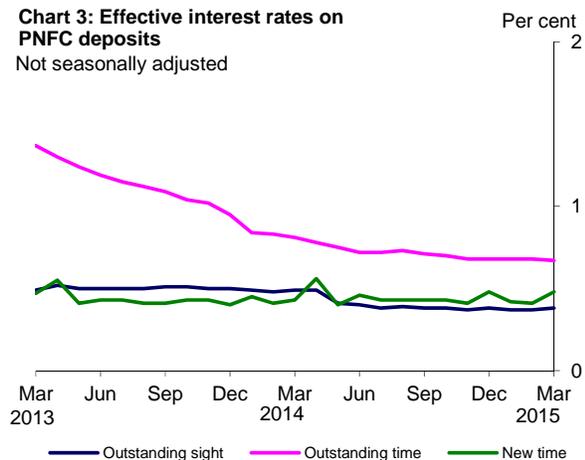
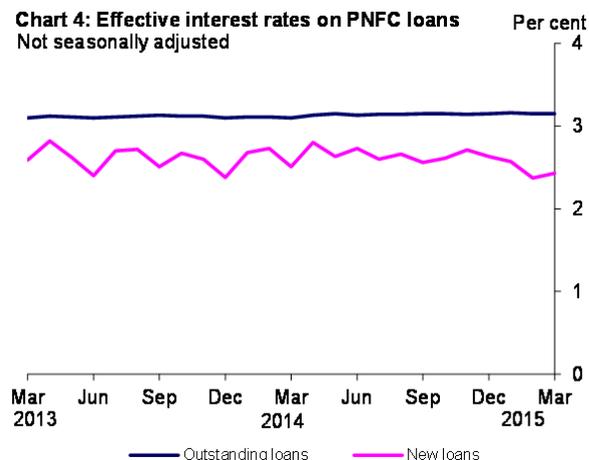


Chart 4: Effective interest rates on PNFC loans
Not seasonally adjusted



Technical notes

- 1 Full data on effective rates are available in Table G1.4 of Bank of England Monetary and Financial Statistics (<http://www.bankofengland.co.uk/statistics/bankstats/current/index.htm#1>); these data are sourced from the Bank's Effective Interest Rates Return, currently completed by 23 MFIs.
- 2 The Statistical Interactive Database (<http://www.bankofengland.co.uk/mfsd/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 (http://www.bankofengland.co.uk/mfsd/iadb/notesIADB/effective_int.htm)