



# Statistical release

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## Effective interest rates: March 2016

The effective rate paid on **households' outstanding time deposits** decreased by 2bps to 1.42% in March and the rate for **households' new time deposits** decreased by 5bps to 1.28%.

The effective rate on the **stock of outstanding secured loans (mortgages)** decreased by 1bp to 2.94% in March and the **new secured loan** rate fell to 2.49%, a decrease of 2bps on the month. The rate on **outstanding unsecured personal loans** decreased by 3bps to 6.94% in March and the **new unsecured personal loan** rate decreased by 33bps to 6.65% (see Table A for households' effective rates).

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

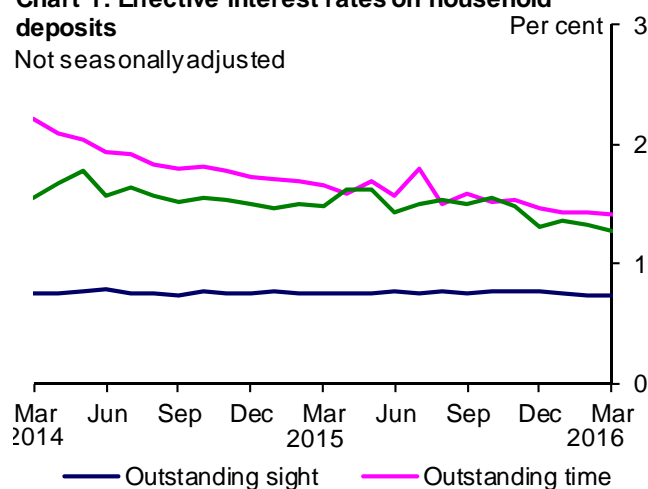
Per cent

Not seasonally adjusted

	Outstanding				New business		
	Sight deposits	Time deposits	Unsecured loans	Secured loans	Time deposits	Unsecured loans	Secured loans
	HSCV	HSCW	HSDI	HSDE	BJ74	BJ93	BJ95
2015 Dec	0.78	1.46	6.73	2.99	1.32	7.12	2.55
Jan	0.75	1.44	7.01	2.96	1.37	6.93	2.49
2016 Feb	0.74	1.44	6.97	2.95	1.33	6.98	2.51
Mar	0.74	1.42	6.94	2.94	1.28	6.65	2.49

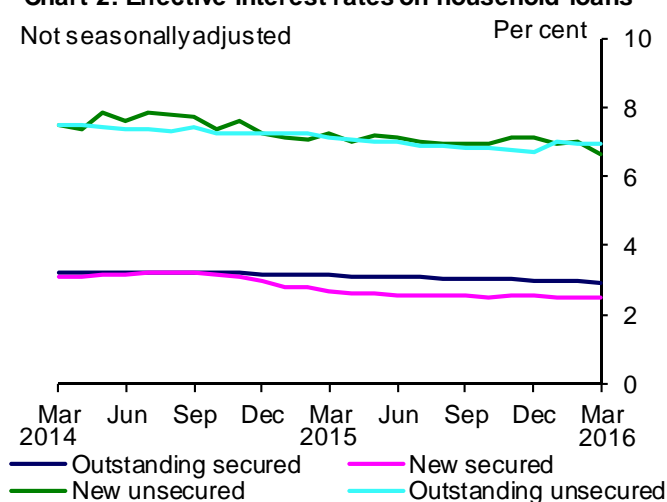
**Chart 1: Effective interest rates on household deposits**

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 3bps to 0.67% in March, and the rate on **PNFCs' new time deposits** increased by 7bps to 0.55%. The rate on **PNFCs' outstanding loans** decreased by 2bps to 3.13% in March and the rate on **new lending** increased by 1bp to 2.71% (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

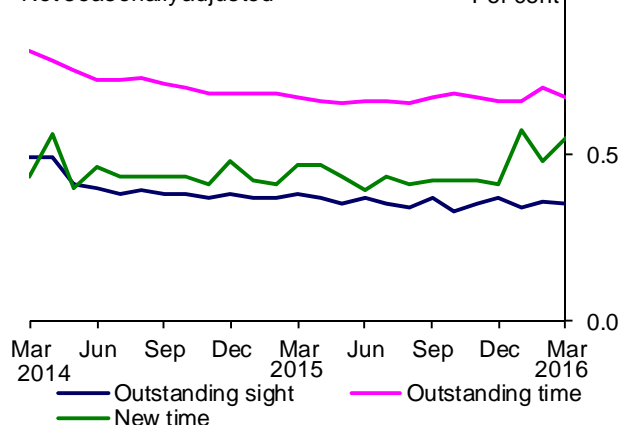
Not seasonally adjusted

	Outstanding			New business	
	Sight	Time	Loans	Time	Loans
	deposits	deposits	HSDC	deposits	Loans
	HSCT	HSCU	HSDC	BJ72	BJ82
2015 Dec	0.37	0.66	3.13	0.41	2.76
Jan	0.34	0.66	3.16	0.57	2.65
2016 Feb	0.36	0.70	3.15	0.48	2.70
Mar	0.35	0.67	3.13	0.55	2.71

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

Not seasonally adjusted

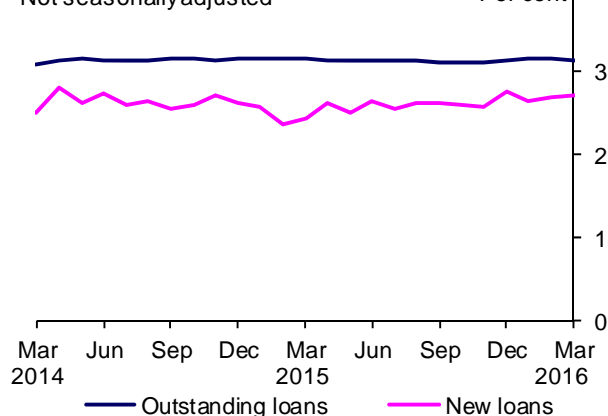
Per cent



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

Not seasonally adjusted

Per cent



## 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 19 MFIs.
- 2 The statistical interactive database ([www.bankofengland.co.uk/boeapps/iadb/newwintermed.asp](http://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](http://www.bankofengland.co.uk/statistics/Pages/iadb/notesiadb/effective_int.aspx))