

Statistical press release

Luxembourg, 21st August 2017

Interest rates

The Banque centrale du Luxembourg (BCL) informs that, based on preliminary data, the main interest rates applied by Luxembourg's credit institutions to euro area households and non-financial corporations (NFCs) for their loans and deposit operations have on average evolved as follows in June 2017.

Representative interest rates on new contracts¹ – loans and deposits – concluded with households

The variable² interest rate on mortgage loans granted to households has decreased by 3 basis points on a monthly basis to reach 1.63% in June 2017. The volume of these newly granted loans has decreased by 19 million euros on a monthly basis to reach 195 million euros during the last reference period. On a yearly basis, the interest rate has declined by 3 basis points and the volume of newly granted loans has decreased by 27 million euros.

The fixed³ interest rate on mortgage loans granted to households has decreased by 2 basis points on a monthly basis to reach 1.85% during June 2017. The volume of these newly granted loans has decreased by 29 million euros on a monthly basis and has consequently amounted to 298 million euros during the last reference period. On a yearly basis, this

1 New contracts refer to any new agreement concluded between the household or the non-financial corporation and the reporting agent. New contracts include all financial contracts which mention for the first time the interest rate pertaining to the deposit or credit and all renegotiations of existing deposits or credits.

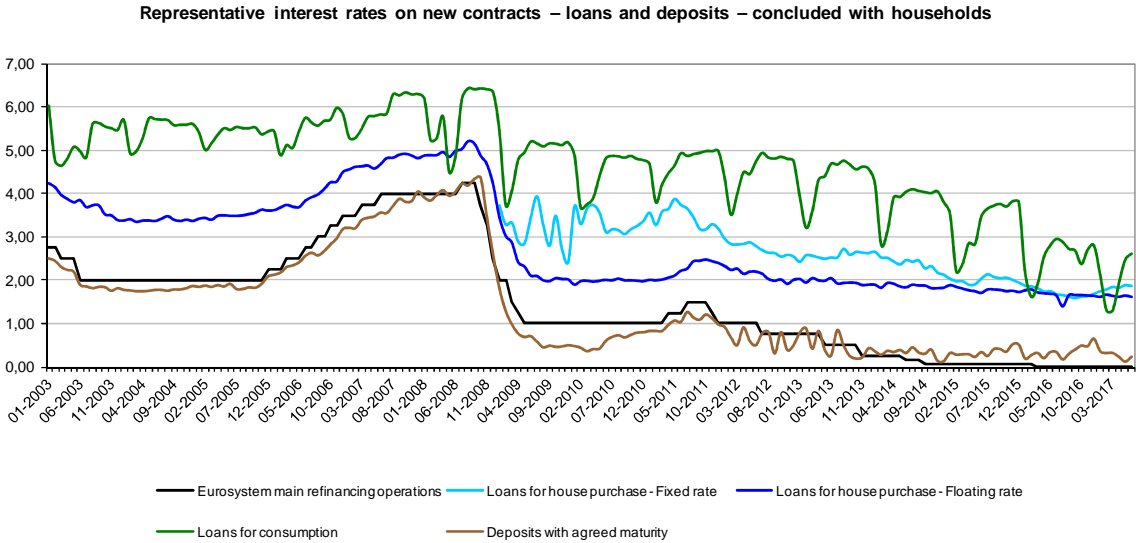
2 Variable interest rate or rate with an initial fixation period inferior or equal to 1 year.

3 Fixed interest rate weighted by the amounts of contracts for all mortgage loans granted, whatever the initial rate fixation period (above 1 year). This series has been published by the BCL only since February 2009 because of methodological reasons linked to the identification of reporting agents.

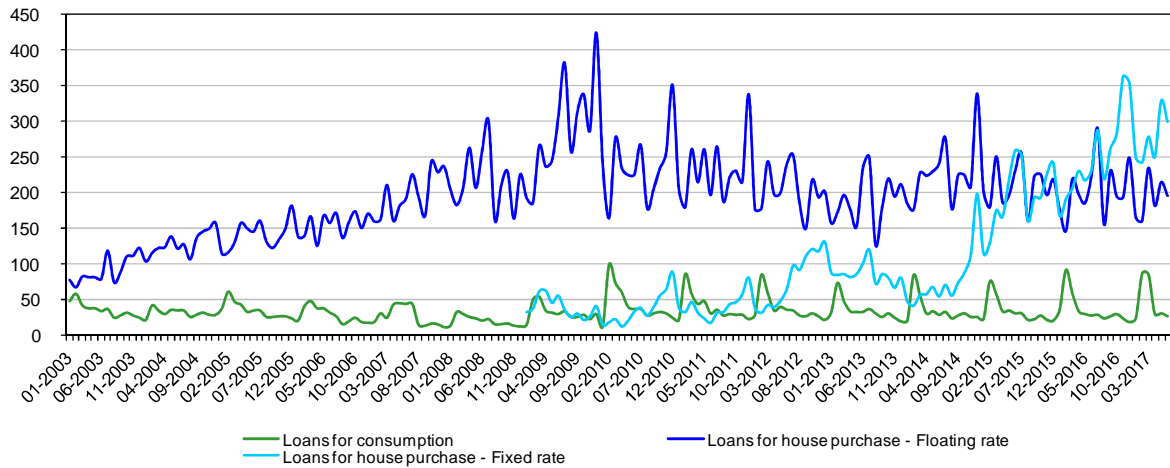
interest rate has increased by 19 basis points and the volume of newly granted loans has increased by 68 million euros.

The interest rate on consumer loans that have an initial fixation period above 1 year and below or equal to 5 years has increased by 14 basis points compared to May 2017, reaching 2.60% in June 2017. The volume of these newly granted loans has decreased by 4 million euros on a monthly basis to reach 26 million euros during June 2017. On a yearly basis, this interest rate has decreased by 34 basis points and the volume of newly granted loans has decreased by 1 million euros.

The interest rate on households' fixed-term deposits that have an initial maturity below or equal to 1 year has increased by 11 basis points on a monthly basis to reach 23 basis points during June 2017.



Volume of newly granted loans to households (millions euros)



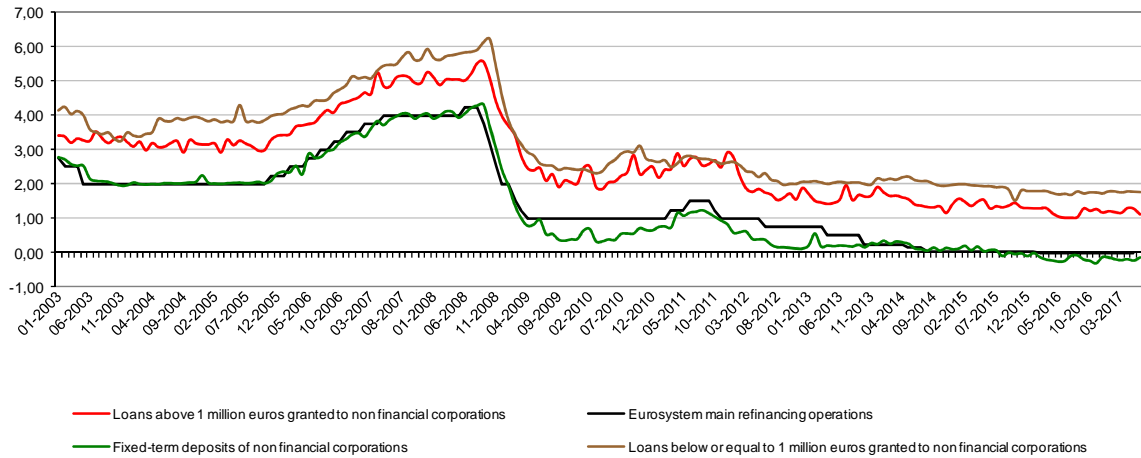
Representative interest rates on new contracts¹ – loans and deposits – concluded with NFCs

The variable² interest rate on loans below or equal to 1 million euros granted to NFCs has barely changed on a monthly basis to reach 1.77% in June 2017. The volume of newly granted loans has increased by 102 million euros, reaching 869 million euros during the last reference period. On a yearly basis, this interest rate has increased by 5 basis points and the volume of newly granted loans has increased by 44 million euros.

The variable² interest rate on loans above 1 million euros granted to NFCs has decreased by 16 basis points to reach 1.14% during June 2017. The volume of these newly granted loans has increased by 240 million euros on a monthly basis and has consequently reached 6 882 million euros. On a yearly basis, this interest rate has increased by 10 basis points whereas the volume of newly granted loans has decreased by 474 million euros.

The interest rate on fixed-term deposits of NFCs with an initial maturity below or equal to 1 year has increased by 9 basis points on a monthly basis to reach -14 basis points in June 2017.

Representative interest rates on new contracts – loans and deposits - concluded with non financial corporations



The tables pertaining to interest rates applied to credit institutions can be consulted and/or downloaded on the BCL's website on the following pages:

http://www.bcl.lu/en/statistics/series_statistiques_luxembourg/03_Capital_markets/index.html

Weighting method

The interest rates applied to new contracts are weighted within the categories of instruments concerned by the amounts of individual contracts. This results from the compilation of national aggregates carried out by reporting credit institutions and by the BCL.

For further information about this press release, please contact us
by phone: 4774-4243 /-4265



International Relations and Communications department
Communications section
L-2983 Luxembourg
Fax: + 352 4774-4910
info@bcl.lu