



MLAR STATISTICS: December 2014 edition

Residential loans to individuals (Regulated and Non-regulated)

Table name	Sub table reference	Description
Summary 1	A	New business volumes
	B	New business characteristics
Summary 2	B	New business characteristics (continued)
	C	Loan book position at end of period
Summary 3	D	Arrears & Provisions: unsecured and securitised loans



Table (1) Residential loans to individuals

Last updated: 9 December 2014

Not seasonally adjusted

Residential loans to individuals: Regulated + Non-regulated

		2013			2014			
		Q2	Q3	Q4	Q1	Q2	Q3	
Sub table reference								
A	New business volumes							
	Gross advances	£ millions	41,652	49,539	51,473	47,074	51,493	55,882
	Net advances	£ millions	5,123	7,235	8,997	7,001	8,908	11,034
	New commitments	£ millions	47,511	50,491	50,316	48,883	53,449	53,614
B	New business characteristics: gross advances							
	Interest rates: basis and average rates							
	Per cent of business at fixed rates	Per cent	75.27	77.31	80.26	80.99	81.95	82.55
	Overall weighted average interest rates:							
	Fixed rate loans	Per cent	3.58	3.40	3.30	3.32	3.35	3.43
	Variable rate loans	Per cent	3.14	3.07	2.99	2.93	2.83	2.79
	All loans	Per cent	3.47	3.32	3.25	3.24	3.26	3.31
	Purpose of loan							
	(i) As per cent of gross advances (£ amounts)							
	House purchase	Per cent	64.95	67.61	68.24	66.41	70.10	71.77
	Of which: First time buyers	Per cent	19.10	20.03	20.58	20.06	22.06	21.74
	Buy to let	Per cent	12.12	11.85	12.79	14.42	13.63	14.31
	Other	Per cent	33.74	35.73	34.87	31.93	34.41	35.73
	Further advances	Per cent	2.99	2.69	2.54	2.88	2.45	2.21
	Remortgage	Per cent	28.26	26.54	26.48	27.36	24.10	23.05
	Other	Per cent	3.80	3.16	2.74	3.34	3.35	2.96
	(ii) As per cent of New Commitments (£ amounts)							
	House purchase	Per cent	67.06	64.90	66.07	66.13	70.40	69.89
	Remortgage	Per cent	27.49	30.09	29.10	28.70	24.92	25.57
	Other	Per cent	5.45	5.01	4.83	5.17	4.68	4.53

Notes to table

Explanatory notes



Table (2)
Residential loans to individuals

Last updated: 9 December 2014

Not seasonally adjusted

Residential loans to individuals: Regulated + Non-regulated

		2013			2014			
		Q2	Q3	Q4	Q1	Q2	Q3	
Sub table reference								
B	New business characteristics: gross advances - continued							
	Loan to Value (LTV) and Income Multiple							
	LTV: Per cent of gross advances (£ amounts)							
	Under 75%	Per cent	65.23	65.13	64.60	64.73	64.50	64.13
	75 < 90%	Per cent	32.29	32.73	33.25	31.64	30.88	31.52
	90 < 95%	Per cent	2.02	1.69	1.73	3.10	4.18	4.01
	Over 95%	Per cent	0.46	0.46	0.42	0.53	0.45	0.34
	LTV and income multiple (a): Per cent of gross advances (£ amounts)							
	Over 90 < 95%	Per cent	1.31	1.05	1.19	2.27	3.05	2.87
	Over 95%	Per cent	0.29	0.27	0.30	0.33	0.31	0.23
	All over 90%	Per cent	1.60	1.32	1.49	2.60	3.36	3.10
	Credit History: as per cent of gross advances (£ amount)							
	Loans with impaired credit history	Per cent	0.21	0.20	0.20	0.20	0.19	0.20
	Loans without impaired credit history	Per cent	99.79	99.80	99.80	99.80	99.81	99.80
C	Of which: First time buyers							
	Loan balances outstanding at end of period							
	Unsecuritised	£ millions	1,113,704	1,122,708	1,131,904	1,141,657	1,149,465	1,161,560
	Securitised	£ millions	115,998	111,112	106,436	101,317	99,825	94,050
	Overall residential loans to individuals	£ millions	1,229,702	1,233,820	1,238,340	1,242,974	1,249,290	1,255,610

Notes to table

(a) Income multiple refers to single: 3.50 x or more and joint: 2.75 x or more

Explanatory notes



Table (3)
Residential loans to individuals

Last updated: 9 December 2014

Not seasonally adjusted

Residential loans to individuals: Regulated and Non-regulated

		2013			2014		
		Q2	Q3	Q4	Q1	Q2	Q3
Sub table reference							
D	Arrears & Provisions: Unsecuritised and Securitised loans						
Arrears cases at end of Qtr							
Number of loan accounts	Units	292,178	279,648	264,831	255,531	240,464	230,192
Balances outstanding	£ millions	28,472	27,138	25,966	24,803	23,221	21,720
Balances as per cent total loan balances	Per cent	2.32	2.20	2.10	2.00	1.86	1.73
Arrears cases at end of Qtr analysed by degree of severity							
(i) Balances in arrears as per cent of total loan balances							
1.5 < 2.5% in arrears	Per cent	0.72	0.68	0.65	0.62	0.58	0.54
2.5 < 5% in arrears	Per cent	0.77	0.73	0.69	0.65	0.60	0.56
5 < 7.5% in arrears	Per cent	0.31	0.29	0.28	0.26	0.24	0.22
7.5 < 10% in arrears	Per cent	0.14	0.14	0.14	0.13	0.12	0.11
Over 10% in arrears	Per cent	0.24	0.24	0.23	0.22	0.21	0.20
Of which: First time buyers	Per cent	0.14	0.13	0.11	0.11	0.11	0.10
TOTAL	Per cent	2.32	2.20	2.10	2.00	1.86	1.73
Total (excl. 1.5 < 2.5% band)	Per cent	1.60	1.52	1.44	1.37	1.28	1.19
(ii) Number of cases in arrears as per cent total number of loans							
1.5 < 2.5% in arrears	Per cent	0.58	0.55	0.53	0.52	0.49	0.47
2.5 < 5% in arrears	Per cent	0.63	0.61	0.58	0.56	0.53	0.50
5 < 7.5% in arrears	Per cent	0.26	0.25	0.24	0.23	0.22	0.21
7.5 < 10% in arrears	Per cent	0.14	0.13	0.13	0.12	0.12	0.11
Over 10% in arrears	Per cent	0.36	0.36	0.34	0.34	0.32	0.32
In possession	Per cent	0.08	0.08	0.07	0.07	0.07	0.07
TOTAL	Per cent	2.06	1.98	1.90	1.85	1.76	1.69
Total (excl. 1.5 < 2.5% band)	Per cent	1.48	1.43	1.36	1.33	1.27	1.22



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Residential loans to individuals

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Residential loans to individuals: Regulated and Non-regulated

		2013			2014		
		Q2	Q3	Q4	Q1	Q2	Q3
Sub table reference							
D (cont.)							
Possession cases: movements & stocks							
New possessions in Qtr	Units	7,795	7,349	6,137	6,687	5,728	5,157
Possessions cases sold in Qtr	Units	8,506	7,973	7,626	6,650	6,183	5,821
Stock of possessions at end Qtr	Units	12,034	11,326	9,962	10,154	9,710	9,053
Memorandum information at end of Qtr							
Loan book: number of loan accounts	Units	14,168,750	14,115,670	13,957,525	13,795,497	13,679,818	13,639,091
Loan book: balance outstanding	£ millions	1,229,702	1,233,820	1,238,340	1,242,974	1,249,289	1,255,610

Notes to table

Explanatory notes

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MLAR STATISTICS TABLES

Notes on the basis of our numbers of loans, arrears and possession cases

Number of loan accounts:

Represents the number of individual loan accounts, and covers:

- *1st charge loans*
- *2nd and subsequent charge loans (where the borrower takes an extra loan from another lender)*
- *some further advance loans*. This applies in cases where a 1st charge lender grants a further advance on the original mortgage, but for administrative purposes treats it as a separate loan account.

This is also influenced by MLAR monitoring regulated loans and non-regulated loans separately. As a consequence of this, most 2nd charge loans go into a separate reporting category (non-regulated).

As a result, our "number of loan account" figures are on a different basis to, and materially higher than, those published by CML on numbers of mortgages.

Number of loan accounts in arrears:

This number does not represent the number of borrowers in arrears.

It represents the number of individual loan accounts in arrears, and covers arrears arising on:

- *1st charge loans*
- *2nd and subsequent charge loans (where the borrower takes an extra loan from another lender)*
- *some further advance loans*. This applies in cases where the 1st charge lender establishes a further advance on the original mortgage as a separate loan account, but is unable to combine the two accounts for MLAR arrears reporting purposes.

As a result, our arrears numbers are on a different basis to, and materially higher than, those published by the CML on number of *1st charge mortgages in arrears*. As such, the CML measure is more a measure of the number of borrowers in arrears. More importantly however, our reporting threshold for arrears is "loan accounts where arrears amount to 1.5% or more of wider spectrum."

Number of possession cases

This number does not represent the number of borrowers that have been subject to possession

It represents the number of individual loan accounts in possession, and covers possessions arising on:

- *1st charge loans*
- *2nd and subsequent charge loans (where the borrower takes an extra loan from another lender)*

In practice however, where a borrower has 1st and 2nd charge loans with separate lenders, it will not always be the case that both lenders report their loan accounts as a possession. So our possession figures will be closer to, but necessarily still somewhat higher than, CML estimates.