

MLAR STATISTICS: Summary Tables

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: unsecuritised and securitised loans

Table (1)
Residential loans to individuals

Last updated: 10 March 2015

Not seasonally adjusted

Residential loans to individuals: Regulated + Non-regulated

		2013		2014			
		Q3	Q4	Q1	Q2	Q3	Q4
Sub table reference							
A New business volumes							
Gross advances	£ millions	49,539	51,473	47,074	51,493	55,882	51,346
Net advances	£ millions	7,235	8,997	7,001	8,908	11,034	8,071
New commitments	£ millions	50,491	50,316	48,883	53,449	53,614	46,279
B New business characteristics: gross advances							
Interest rates: basis and average rates							
Per cent of business at fixed rates	Per cent	77.31	80.26	80.99	81.95	82.55	82.20
Overall weighted average interest rates:							
Fixed rate loans	Per cent	3.40	3.30	3.32	3.35	3.43	3.37
Variable rate loans	Per cent	3.07	2.99	2.93	2.83	2.79	2.74
All loans	Per cent	3.32	3.25	3.24	3.26	3.31	3.26
Purpose of loan							
(i) As per cent of gross advances (£ amounts)							
House purchase	Per cent	67.61	68.24	66.41	70.10	71.77	70.97
Of which: First time buyers	Per cent	20.03	20.58	20.06	22.06	21.74	21.78
Buy to let	Per cent	11.85	12.79	14.42	13.63	14.31	14.90
Other	Per cent	35.73	34.87	31.93	34.41	35.73	34.30
Further advances	Per cent	2.69	2.54	2.88	2.45	2.21	2.39
Remortgage	Per cent	26.55	26.48	27.36	24.10	23.05	23.70
Other	Per cent	3.16	2.74	3.34	3.35	2.96	2.94
(ii) As per cent of New Commitments (£ amounts)							
House purchase	Per cent	64.90	66.07	66.13	70.40	68.75	65.34
Remortgage	Per cent	30.09	29.10	28.70	24.92	26.62	29.85
Other	Per cent	5.01	4.83	5.17	4.68	4.64	4.81

Notes to table

Explanatory notes

Table (2) Last updated: 10 March 2015
Residential loans to individuals

Not seasonally adjusted

Residential loans to individuals: Regulated + Non-regulated

Sub table reference
B New business characteristics: gross advances - continued

Loan to Value (LTV) and Income Multiple

LTV: Per cent of gross advances (£ amounts)

		2013		2014			
		Q3	Q4	Q1	Q2	Q3	Q4
Under 75%	Per cent	65.13	64.60	64.73	64.50	64.13	64.61
75 < 90%	Per cent	32.73	1.73	31.64	30.88	31.52	31.58
90 < 95%	Per cent	1.69	1.73	3.10	4.18	4.01	3.46
Over 95%	Per cent	0.46	0.42	0.53	0.45	0.34	0.34

LTV and income multiple (a): Per cent of gross advances (£ amounts)

Over 90 < 95%	Per cent	1.05	1.19	2.27	3.05	2.87	2.34
Over 95%	Per cent	0.27	0.30	0.33	0.31	0.23	0.21
All over 90%	Per cent	1.32	1.49	2.60	3.36	3.10	2.54

Credit History: as per cent of gross advances (£ amount)

Loans with impaired credit history	Per cent	0.20	0.20	0.20	0.19	0.20	0.22
Loans without impaired credit history	Per cent	99.80	99.80	99.80	99.81	99.80	99.78

C Of which: First time buyers

Loan balances outstanding at end of period

Unsecuritised	£ millions	1,122,693	1,131,904	1,141,657	1,149,465	1,161,560	1,168,498
Securitised	£ millions	111,112	106,436	101,317	99,825	94,050	91,083
Overall residential loans to individuals	£ millions	1,233,805	1,238,340	1,242,974	1,249,289	1,255,610	1,259,581

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: 10 March 2015

Not seasonally adjusted

Residential loans to individuals: Regulated and Non-regulated

Sub table reference
D Arrears & Provisions: Unsecuritised and Securitised loans

Arrears cases at end of Qtr

		2013		2014			
		Q3	Q4	Q1	Q2	Q3	Q4
Number of loan accounts	Units	279,648	264,831	255,531	240,464	230,192	219,857 (a)
Balances outstanding	£ millions	27,138	25,966	24,803	23,221	21,720	20,480
Balances as per cent total loan balances	Per cent	2.20	2.10	2.00	1.86	1.73	1.63

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	0.68	0.65	0.62	0.58	0.54	0.51
2.5 < 5% in arrears	Per cent	0.73	0.69	0.65	0.60	0.56	0.53
5 < 7.5% in arrears	Per cent	0.29	0.28	0.26	0.24	0.22	0.20
7.5 < 10% in arrears	Per cent	0.14	0.14	0.13	0.12	0.11	0.10
Over 10% in arrears	Per cent	0.24	0.23	0.22	0.21	0.20	0.19
Of which: First time buyers	Per cent	0.13	0.11	0.11	0.11	0.10	0.09
TOTAL	Per cent	2.20	2.10	2.00	1.86	1.73	1.63
Total (excl. 1.5 < 2.5% band)	Per cent	1.52	1.44	1.37	1.28	1.19	1.11

(ii) Number of cases in arrears as per cent total number of loans

1.5 < 2.5% in arrears	Per cent	0.55	0.53	0.52	0.49	0.47	0.46
2.5 < 5% in arrears	Per cent	0.61	0.58	0.56	0.53	0.50	0.49
5 < 7.5% in arrears	Per cent	0.25	0.24	0.23	0.22	0.21	0.20
7.5 < 10% in arrears	Per cent	0.13	0.13	0.12	0.12	0.11	0.11
Over 10% in arrears	Per cent	0.36	0.34	0.34	0.32	0.32	0.32
In possession	Per cent	0.08	0.07	0.07	0.07	0.07	0.06
TOTAL	Per cent	1.98	1.90	1.85	1.76	1.69	1.62
Total (excl. 1.5 < 2.5% band)	Per cent	1.43	1.36	1.33	1.27	1.22	1.17

Table (3)
Residential loans to individuals

Last updated: 10 March 2015

Not seasonally adjusted

Residential loans to individuals: Regulated and Non-regulated

		2013		2014			
		Q3	Q4	Q1	Q2	Q3	Q4
Sub table reference							
D (cont.)							
Possession cases: movements & stocks							
New possessions in Qtr	Units	7,349	6,137	6,687	5,728	5,157	4,166
Possessions cases sold in Qtr	Units	7,973	7,626	6,650	6,183	5,821	5,600
Stock of possessions at end Qtr	Units	11,326	9,962	10,154	9,710	9,053	7,774
Memorandum information at end of Qtr							
Loan book: number of loan accounts	Units	14,115,615	13,957,525	13,795,497	13,679,818	13,639,091	13,532,871
Loan book: balance outstanding	£ millions	1,233,805	1,238,340	1,242,974	1,249,289	1,255,610	1,259,581

Notes to table

(a) Approximately 2,000 of the noted movement in arrears is due to a sale of regulated loans to a non-UK incorporated firm outside of the MLAR population.

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.