Residential Mortgage Survey

Results of Survey for June 2016

		(Value in HK\$ million)			
1.	New applications received during the month	<u>Jun 2016</u>	<u>May 2016</u>		
	a. Number	0.044	0.001		
	a. Number	9,844	9,961		
	(M-o-M % change)	(-1.2%)	(13.0%)		
2.	New loans approved during the month				
	a. Value	22,274	23,016		
	(M-o-M % change)	(-3.2%)	(16.5%)		
	b. Number	6,842	7,011		
	(M-o-M % change)	(-2.4%)	(17.5%)		
	c. Average size	3.26	3.28		
	d. Loan-to-value ratio (%)	52.2	51.8		
	e. Contractual life (months)	308	308		
	f. Loans associated with co-financing schemes				
	- Value	722	525		
	- Number	133	108		
	g. Type of property transaction				
	Value				
	- Primary market	4,637	4,985		
	- Secondary market	12,649	12,394		
	- Refinancing	4,988	5,637		
	Number				
	- Primary market	1,091	1,049		
	- Secondary market	3,881	3,869		
	- Refinancing	1,870	2,093		
	h. New loans approved during the month but not yet drawn				
	- Value	17,364	18,416		
	- Number	5,254	5,492		
3.	New loans drawn down during the month				
	a. Value	17,769	15,340		
	(M-o-M % change)	(15.8%)	(45.8%)		
	b. Number	5,663	4,923		
	(M-o-M % change)	(15.0%)	(47.3%)		

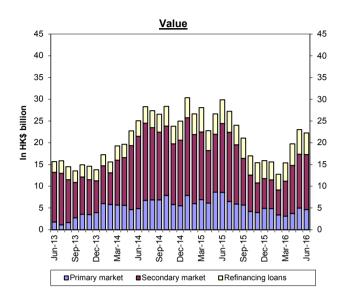
(Value ii	n HK\$ million)
lun 2016	May 201

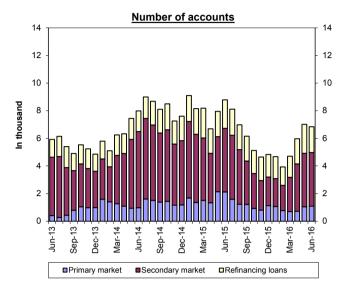
				<u>Jun 2016</u>		May 2016
4.	Outstanding	<u>loans</u>				
	a. Value			1,084,458		1,080,989
	(M-o-M %	change)		(0.3%)		(0.2%)
	(Y-o-Y % c	change)		(5.2%)		(5.5%)
	b. Loans asso	b. Loans associated with co-financing schemes				
	Governme	nt-funded schemes:				
	- Value			4,866		4,948
	- Number			10,001		10,189
	Schemes offered by the private sector:					
	- Value			14,302		14,171
	- Number			4,405		4,401
	c. Delinquend	cy ratio (%)				
	- More thar	n 3 months		0.04		0.04
	- More thar	n 6 months		0.02		0.02
	d. Reschedul	ed loan ratio (%)		0.00		0.00
5.	Loans written off					
	a. Value of lo	ans written off during the month		0		0
	b. Loans writt	ten off over the past 12 months				
	- Value			0		0
	- As % of the	he average outstanding loans		*		*
6. Interest rates on new loans approved during the month						
	a. With refere	ence to Best Lending Rate (BLR)		4.9%		6.9%
	(Breakdown is shown on an absolute interest rate basis)					
	of which:	Less than 2%	0.0%		0.0%	
		2% to less than 2.25%	2.5%		4.4%	
		2.25% to less than 2.5%	0.8%		0.9%	
		2.5% to less than 2.75%	0.4%		0.4%	
		2.75% to less than 3%	0.5%		0.5%	
		3% or more	0.7%		0.7%	
	b. With refere	ence to Hong Kong Interbank Offered Rate		89.8%		85.8%
	c. Fixed rate			3.9%		5.3%
	d. Others			1.4%		2.0%

^{*} less than 0.05%

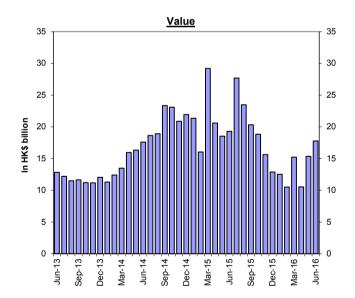
Residential Mortgage Loans in Hong Kong

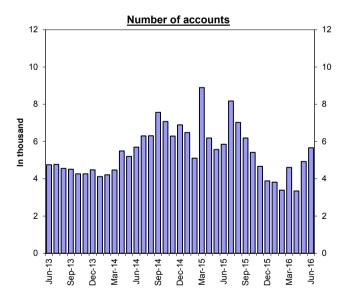
New Loans Approved During the Month





New Loans Drawn Down During the Month





Residential Mortgage Survey

Notes to Annex

- 1. **Residential mortgage loans** (RMLs) of the authorized institutions covered in this survey represent about 99% of the banking sector.
- 2. **RMLs** in this survey are loans (including refinancing loans) to private individuals for the purchase of residential properties, including uncompleted units, but other than those properties under the Home Ownership Scheme, the Private Sector Participation Scheme and the Tenants Purchase Scheme.
- 3. **New loans approved** are mortgage loans approved during the surveyed month. The loans can either be drawn down in the same month or in the following months. Loans that are approved but not yet drawn, which have implications for the amount of gross new loans made in the following months, are shown under the item "New loans approved during the month but not yet drawn".
- 4. **Delinquency ratio** is measured by a ratio of total amount of overdue loans to total outstanding loans.
- 5. **Rescheduled loan ratio** is measured by a ratio of total amount of rescheduled loans to total outstanding loans.
- 6. **Co-financing schemes** refer to those schemes that involve the provision of topup finance by property developer(s) or other co-financier(s) in addition to mortgage loans advanced by authorized institutions. For loans associated with co-financing schemes, only the portion of loans advanced by reporting institutions is included in this survey.
- 7. Average loan-to-value ratio and average contractual life for new loans approved during the surveyed month are average figures weighted by the amount of new loans approved during the surveyed month by individual reporting institutions.
- 8. **Loans written off** over the past 12 months as a percentage of the average outstanding loans is calculated as: total value of loans written off during the past 12-month period as a percentage of the average outstanding loan value over the 12-month period [i.e. (opening + closing) ÷ 2].