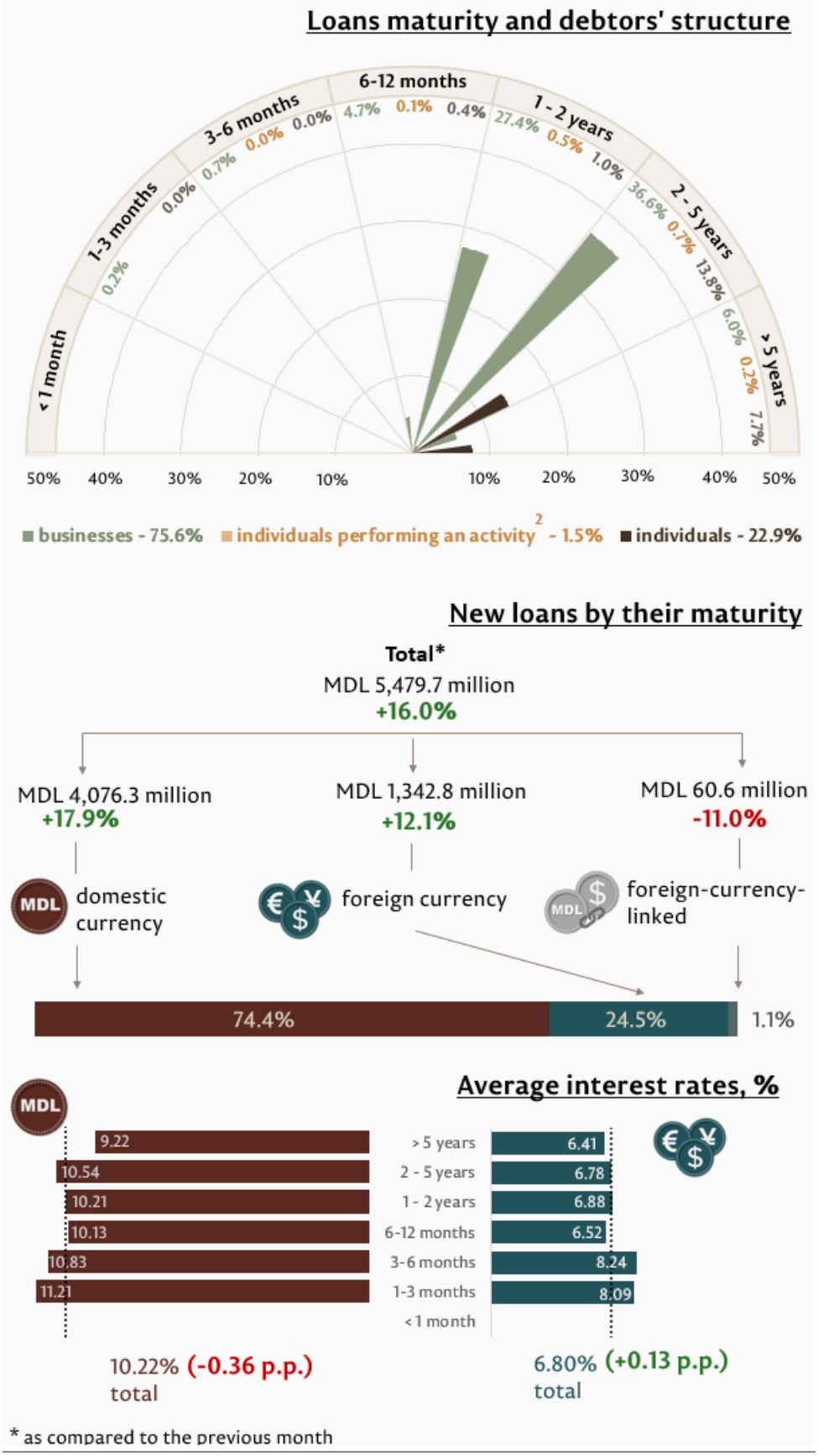
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Developments in LOAN markets in December 2023

In December 2023, new loans extended[1] (Infographic 1) totalled MDL 5,479.7 million, increasing by 16.0% compared to November 2023. The largest share (74.4%) belongs to domestic currency loans, which totalled MDL 4,076.3 million, increasing by 17.9% as compared to the previous month.

Infographic 1. **Development in new extended loans**



[1]

In terms of maturity, loans with maturity ranging from 2 to 5 years recorded the highest demand, having a share of 51.1% in the total amount of extended loans. The share of these loans extended to businesses accounted for 36.6% in the total amount of extended loans.

The average nominal interest rate on new loans in domestic currency as compared to the previous month decreased by 0.36 percentage points to the value of 10.22%, while the average interest rate on foreign

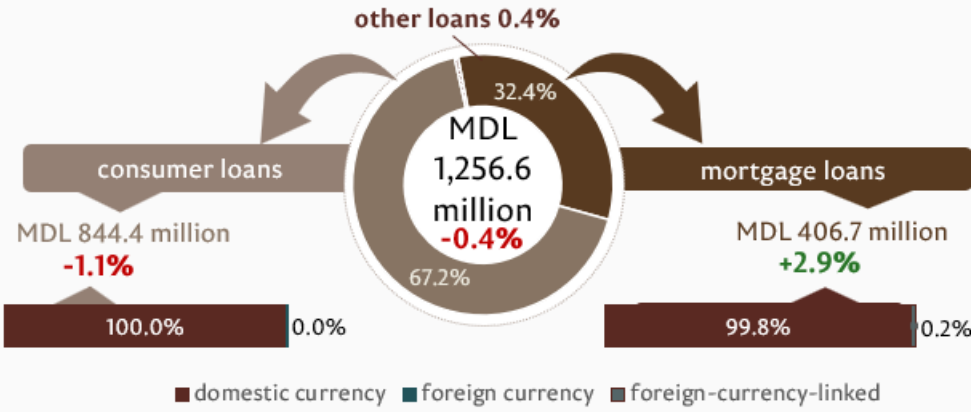
currency loans increased by 0.13 percentage points to the value of 6.80%.

In December 2023, individuals contracted new loans in total amount of MDL 1,256.6 million, decreasing by 0.4% as compared to the previous month, the largest share (67.2%) representing consumer loans (Infographic 2). The largest part of these loans (MDL 736.0 million) was extended in domestic currency with a maturity ranging from 2 to 5 years.

Infographic 2. **New loans extended to individuals**[3]

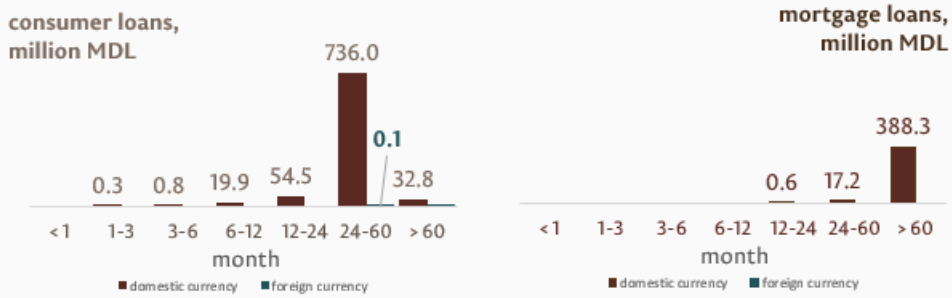
Area of use

Consumer loans in domestic currency continue to be the most requested loans by the individuals*.



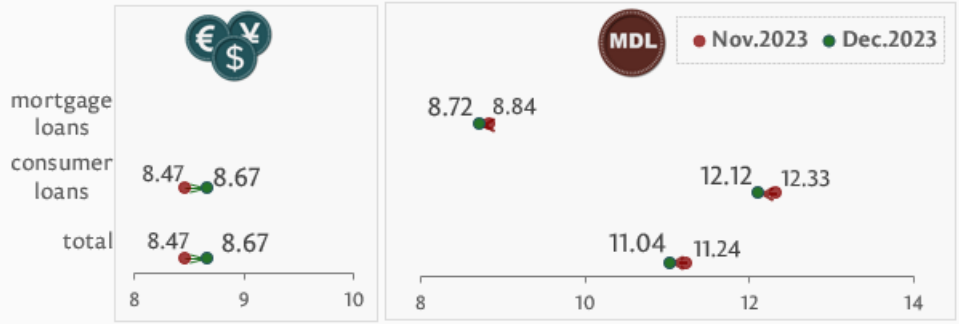
New loans by their maturity

Consumer loans were generally requested with the maturity of 2–5 years, while mortgages loans - with the maturity of over 5 years.



Average interest rates, %

Interest rates on mortgage and consumer loans in domestic currency decreased, while the interest rate on consumer loans in foreign currency increased*.



* as compared to the previous month [2]

A share of 32.4% of total loans extended to individuals consists of mortgage loans, which were mainly extended in domestic currency (99.8% of all mortgage loans).

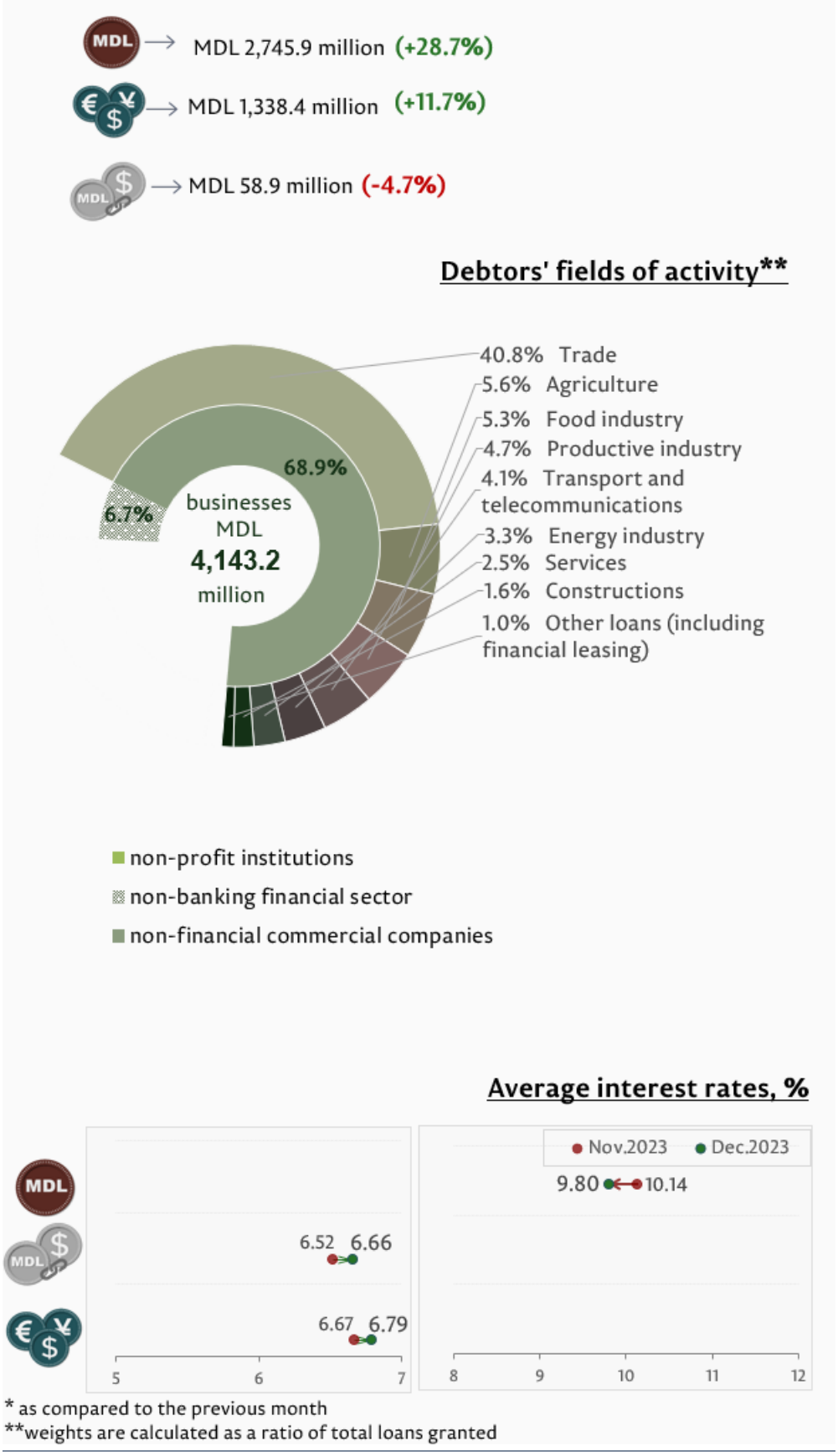
The average interest rate on consumer loans extended in domestic currency decreased by 0.21 percentage points to the value of 12.12%, while the average interest rate on domestic currency loans decreased by 0.12 percentage points to the value of 8.72%.

Compared to the previous month, in the reporting month businesses requested more loans both in domestic currency (+28.7%) and in foreign currency (+11.7%), while foreign-currency-linked loans[4] decreased by 4.7%.

Non-financial commercial companies contracted the largest share of new extended loans (68.9%).

The average interest rate on domestic currency loans extended to businesses decreased by 0.34 percentage points, reaching 9.80% (Infographic 3). At the same time, the average interest rate on foreign currency loans increased by 0.12 percentage points to the value of 6.79%.

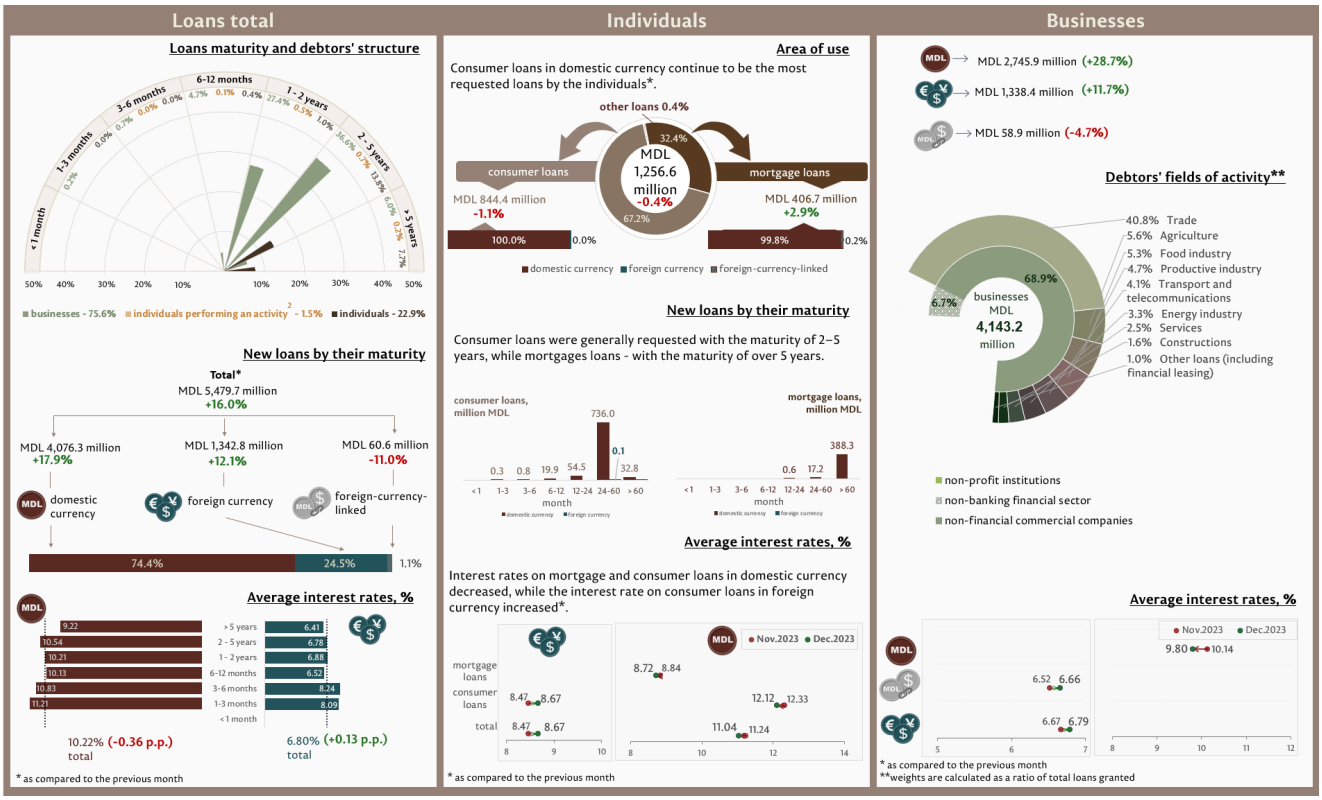
Infographic 3. **New loans extended to legal entities**



* as compared to the previous month
**weights are calculated as a ratio of total loans granted

[3]

infografic [4].



[4]

Developments in DEPOSITS markets in December 2023 [5]

Statistical data [6]

Instruction on the compilation and submission of reports on interest rates applied by the banks in the Republic of Moldova, approved by the DEB of the NBM No 331 of 01.12.2016 [7]

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1. Data presented according to Instruction on preparation and presentation of reports on interest rates applied by banks in the Republic of Moldova, approved by Decision of the Executive Board of the NBM No 331 of 1 December 2016, Official Monitor of the Republic of Moldova No 441-451 of 16 December 2016, as subsequently amended and supplemented.

2. Individuals performing an activity, in accordance with the Instruction on completion by licensed banks of the Report on monetary statistics, approved by the Decision of the Executive Board of the NBM No 255 of 17 November 2011, Official Monitor of the Republic of Moldova No 206-215 of 2 January 2011, as subsequently amended and supplemented, work in associations without legal personality and are producers of goods and/or services for market, and namely, individual enterprises, farms, entrepreneur license holders, notaries, lawyers, bailiffs, etc.

3. Aggregate data may not correspond exactly to the sum of the components due to mathematical rounding.

4. Loans foreign-currency-linked, according to the Regulation on the open currency position of the bank, approved by Decision of the Council of Administration of the National Bank of Moldova No 126 of 28.11.1997, Official Monitor of the Republic of Moldova No 112-114/198 of 14.10.1999, with further modifications and

completions, refer to the assets which balance, according to the conditions established in the relevant contracts concluded by the bank, shall be modified depending on the evolution of the exchange rate of Moldovan currency against the attached exchange rate.

See also

Tags
loans [8]
average rate [9]
loan market [10]
loan [11]

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