Reserve Bank of New Zealand
Te Pūtea Matua

27 July 2026

# Loan to value ratio positions summary

## Key points for Q2 2026

- We collect residential mortgage loan reconciliation data at the end of each calendar quarter. The latest Q2 2026 data covers the period from 1 April 2026 to 30 June 2026.
- The value of interest charged on residential mortgage lending remained at $4.8bn in Q2 2026 (Figure 1).
- The value of drawdowns of new mortgage lending increased to $27.3bn this quarter, up 6.4 per cent from $25.6bn last quarter (Figure 2); additionally, the value of drawdowns is 1.5 per cent higher than Q2 2025.
- The increase in the value of outstanding mortgage lending (net credit growth) during Q2 2026 was $4.9bn (Figure 3). This is 4.2 per cent lower than Q1 2026, when it was $5.1bn.
- The value of repayments of loans in full was $15.2bn this quarter, up 6.4 per cent from $14.3bn in Q1 2026 (Figure 4).
- As of 30 June 2026, total existing lending was $397.5bn, which is a 1.2 per cent increase from $392.6bn as of 31 March 2026.
- Of the total existing residential mortgage lending, 16.0 per cent is interest only (including revolving credit) payment type whereas the remainder, 84.0 per cent, is principal and interest.[1]
- The share of existing lending with an LVR > 80 per cent increased to 10.0 per cent for Q2 2026, up from 9.6 per cent in Q1 2026.[1]
- The share of existing lending with LVR > 80 per cent with interest only payment type increased to 4.7 per cent this quarter, up from 4.6 per cent in Q1 2026. The share of existing lending with an LVR > 80 per cent on principal and interest payment type increased to 11.0 per cent this quarter, up from 10.6 per cent in Q1 2026.[1]

[1] See New and existing residential mortgage lending by payment type (C32).

Figure 1: Interest charged during the quarter

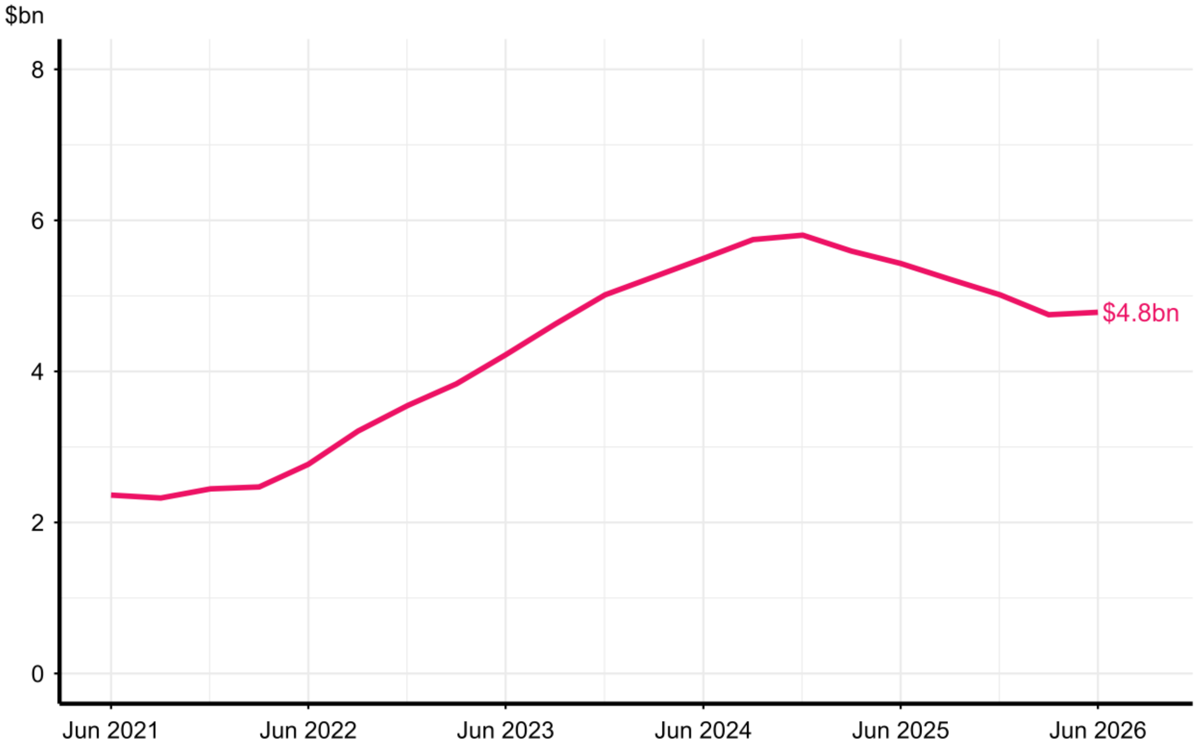


Figure 2: Drawdowns of new mortgage lending during the quarter

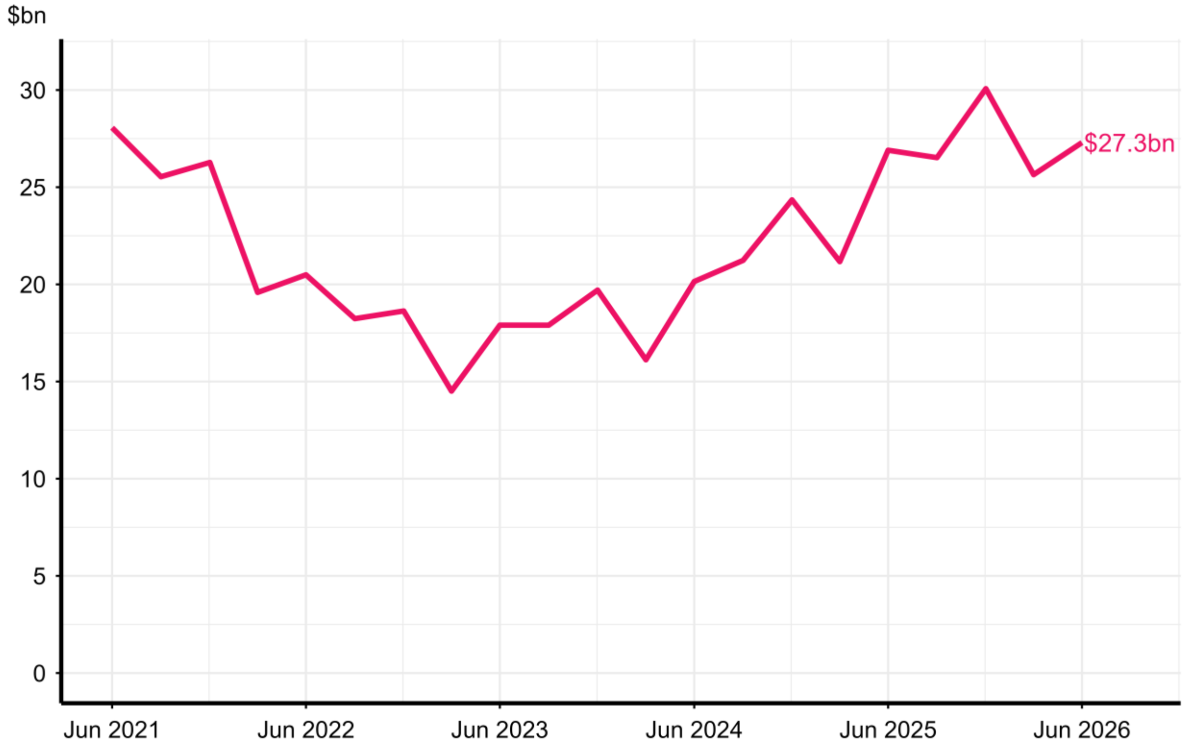

Figure 3: Net credit growth over the quarter

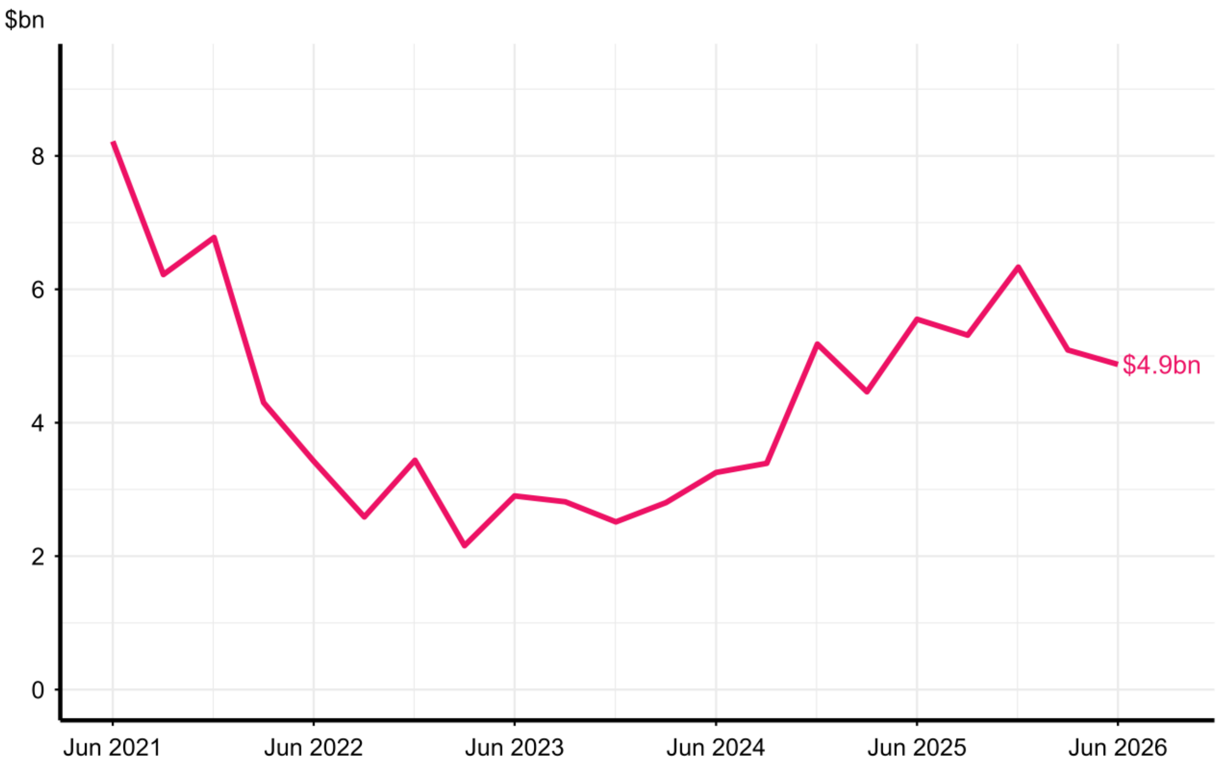


Figure 4: Repayments of loans in full over the quarter