

31 October 2023

Asset quality summary – Banks

Key points for September 2023:

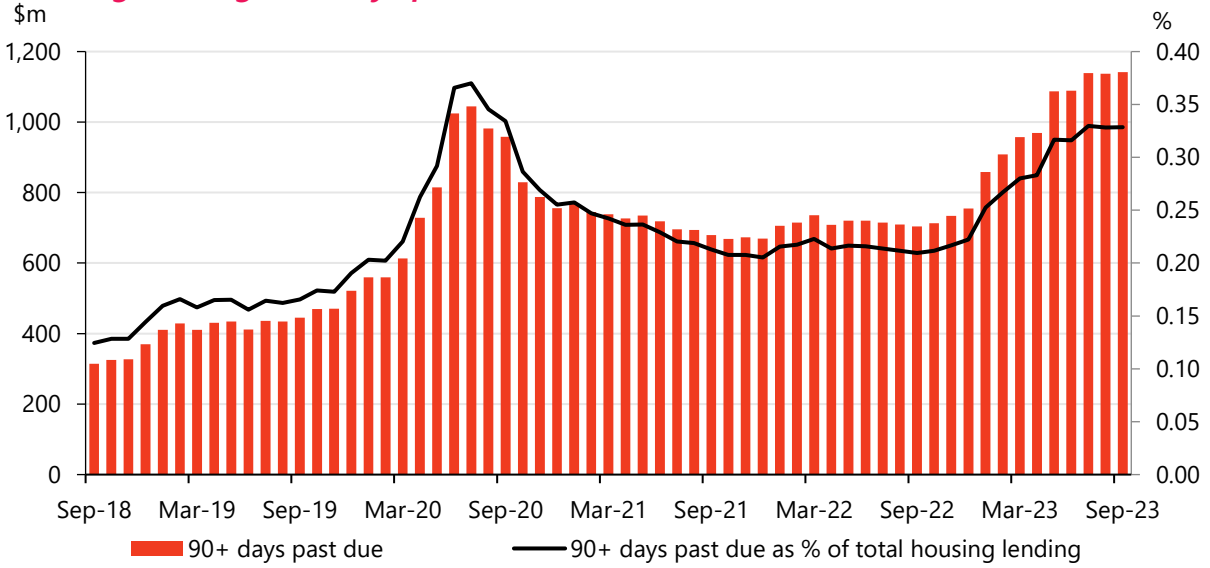
- System non-performing loans rose by \$81m (2.7%), with the non-performing loan (NPL) ratio ticking up to 0.56%.
- Non-performing housing loans rose by \$13m (1.0%). Impaired housing lending has more than doubled since the start of 2023, while 90 days+ past due lending has risen by 51% over the same period.
- Non-performing commercial property loans rose \$24m (11.5%), which pushed its NPL ratio up further from 0.49% to 0.55%.
- Non-performing SME loans fell by \$17m (-3.0%), while total provisions also fell \$70m (-7.2%).
- Agriculture non-performing loans rose by \$84m (10.2%), which pushed the agriculture NPL ratio up from 1.33% to 1.48%, its highest level since May-21. Total provisions also rose \$84m (14.7%), with this increase coming mostly in dairy lending which rose \$59m (18.5%).

System NPL ratio



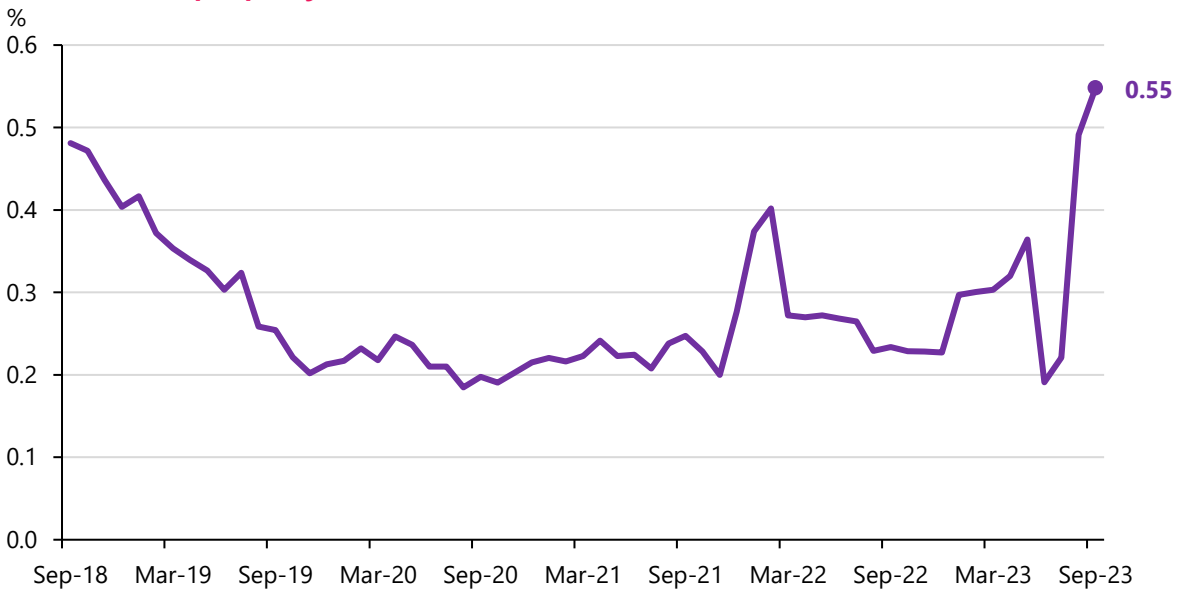
Source: S50 Loans by asset quality

Housing lending 90+ days past due



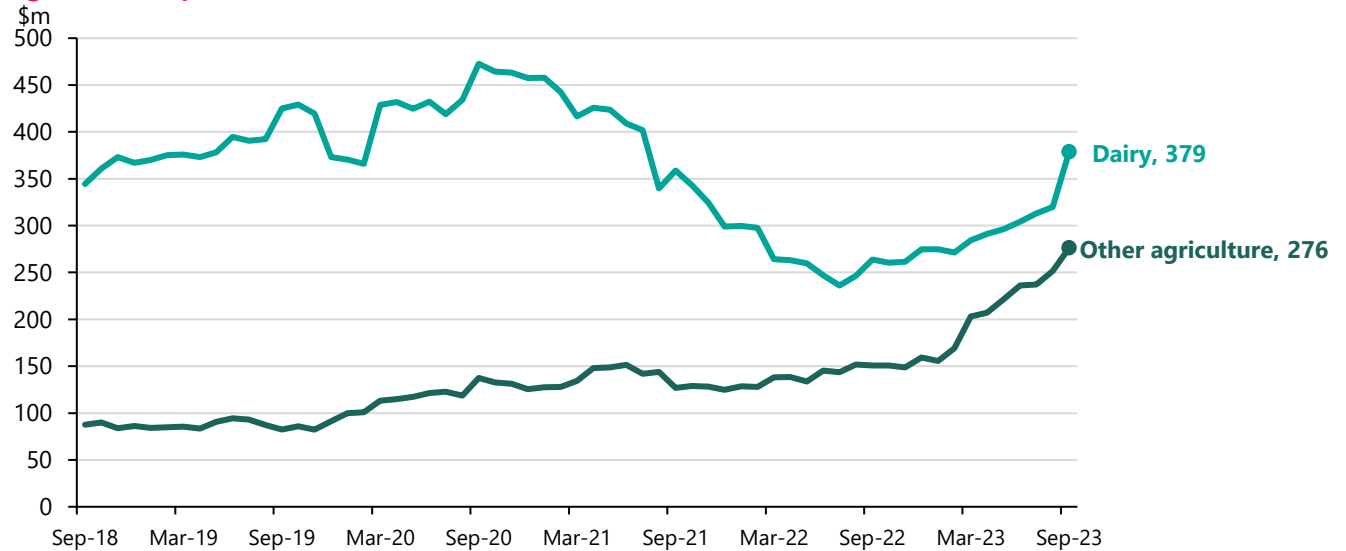
Source: S50 Loans by asset quality

Commercial property NPL ratio



Source: S50 Loans by asset quality

Agriculture provisions



Source: S50 Loans by asset quality

The Bank Balance Sheet release includes the following web tables:

Lending and monetary statistics

- C5 Sector lending (banks and non-bank lending institutions)
- C50 Money and credit aggregates (depository corporations)
- C51 Other depository corporations analytical accounts
- C52 Depository corporations analytical accounts

Registered Banks

- S10 Banks: Balance sheet
- S30 Banks: Assets – Loans by sector
- S31 Banks: Assets – Loans by purpose
- S32 Banks: Assets – Loans by product
- S33 Banks: Assets – Loans fully secured by residential mortgage by repricing
- S34 Banks: Assets – Loans and Repos by Industry
- S35 Banks: Assets – Loans by business size
- S36 Banks: Assets – Business loans by product
- S37 Banks: Assets – Agriculture loans by product
- S40 Banks: Liabilities – Deposits by sector
- S41 Banks: Liabilities – Deposits by industry
- S50 Banks: Assets – Loans by asset quality
- S51 Banks: Assets – Business loans by asset quality