



Loans granted by the resident financial sector to exporting companies

With the release of the Statistical Bulletin of May, Banco de Portugal initiates the publication of new indicators concerning loans granted by the resident financial sector to the private-owned exporting companies, namely end-of-period outstanding amounts, year-on-year rate of change, overdue loans ratio and percentage of borrowers with overdue loans (see Annex). These indicators are included in section A.11 – Loans granted by the financial sector.

For the purpose of these indicators, exporting companies are private-owned companies that meet one of the following criterion: (a) companies that export more than 50% of the turnover; or (b) companies that export more than 10% of the turnover and the total amount exceeds 150 thousand euro. In order to capture the dynamics of the exporting sector while avoiding large fluctuations in the yearly samples, a 3 year sliding sample is used.

In March 2012, private-owned exporting companies accounted for 12.9 per cent of the total loans granted by the resident financial sector to non-financial corporations (12.0 per cent in March 2011). The year-on year growth rate of loans granted by the resident financial sector to private-owned exporting companies has been declining but remains positive: 1.8 per cent at the end of the first quarter of 2012, which represents a decrease of 1.6 p.p. from the previous quarter (see charts below).

The overdue loans ratio for the private-owned exporting companies continues relatively low when compared to the overdue loans ratio for the total non-financial corporations. At the end of the first quarter of 2012, this ratio reached 3.8 per cent (+0.3 p.p. vis-à-vis the end of 2011), fairly lower than the 7.7 per cent ratio for the total non-financial corporate sector. Similarly, the percentage of borrowers with overdue loans is minor in the case of private-owned exporting companies: 12.9 per cent in March 2012, which compares to 26.1 per cent for the total non-financial corporations.

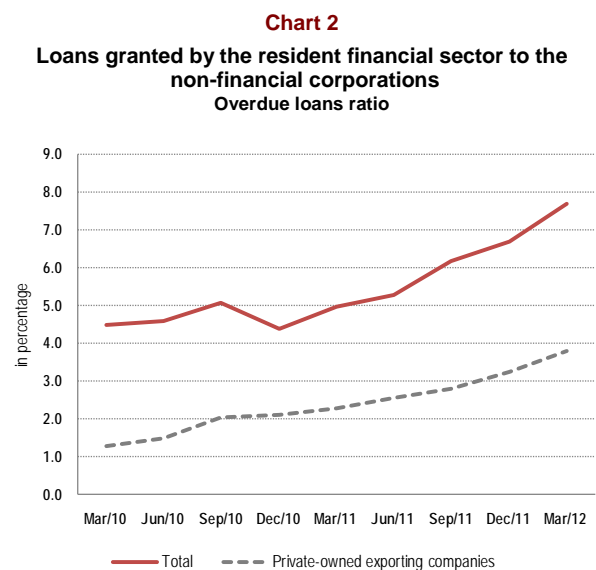
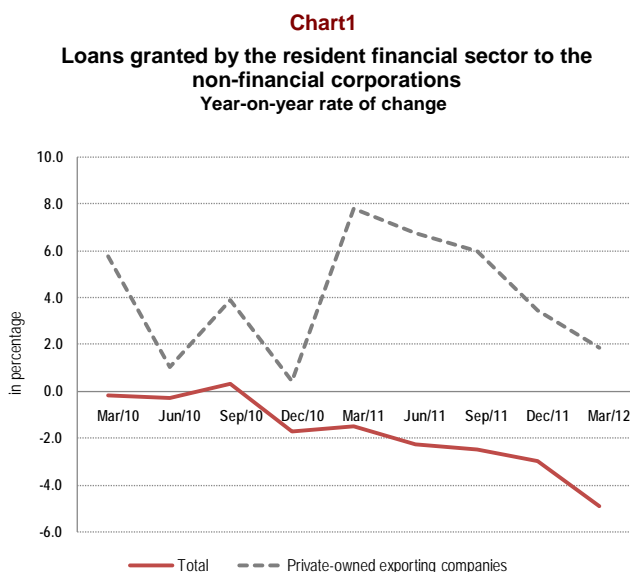
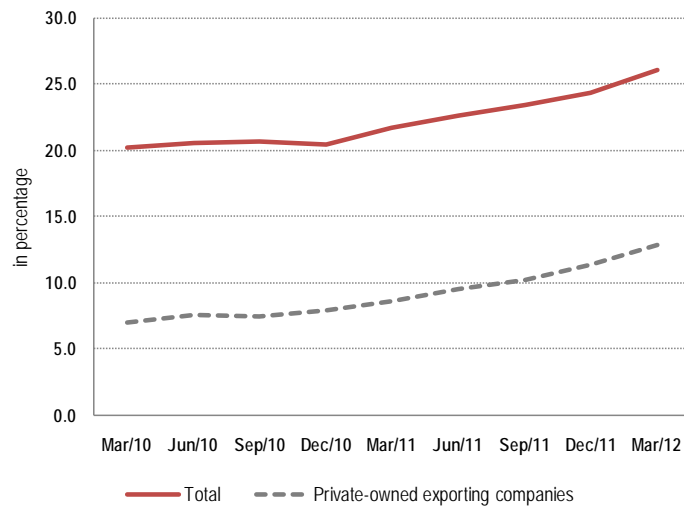


Chart 3
Loans granted by the resident financial sector to the non-financial corporations
Borrowers with overdue loans

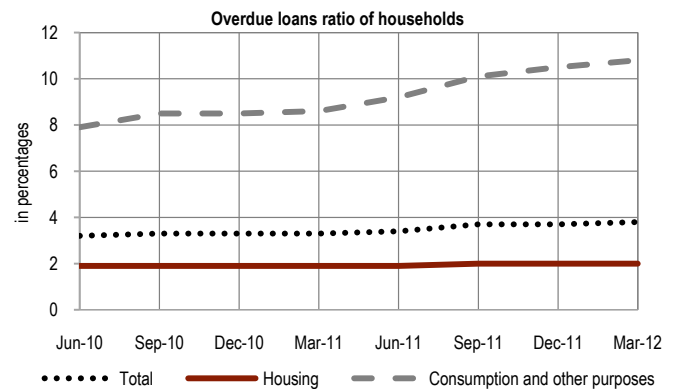
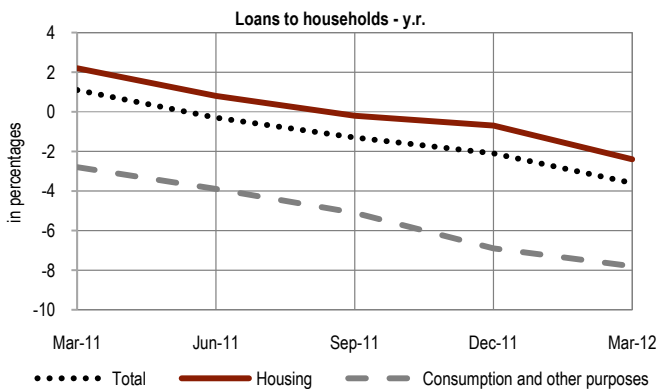
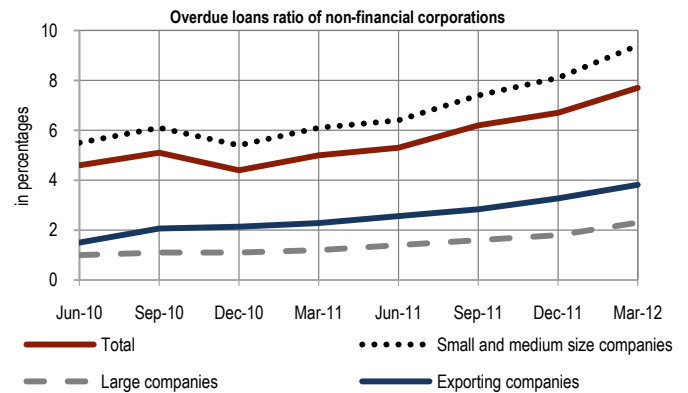
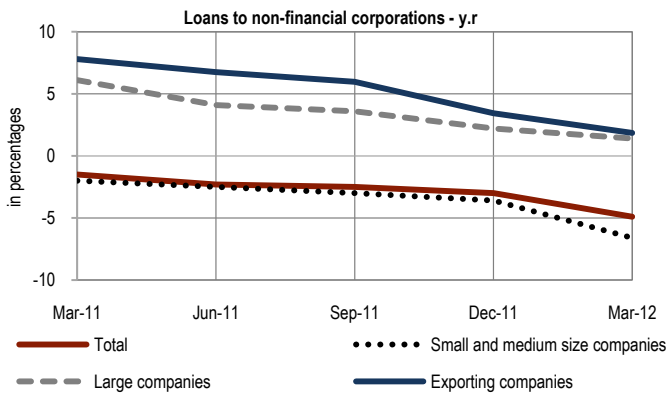


Attach - Section A.11 of the Statistical Bulletin

A.11 LOANS GRANTED BY THE FINANCIAL SECTOR⁽¹⁾

Source: Banco de Portugal – Central Credit Register

| | 2011 Q1 | 2011 Q2 | 2011 Q3 | 2011 Q4 | 2012 Q1 | 2011 Q1 | 2011 Q2 | 2011 Q3 | 2011 Q4 | 2012 Q1 |
|--|---|---------|---------|---------|---------|---|---------|---------|---------|---------|
| | (10 ⁶ euros) | | | | | (year-on-year rate of change - y.r. - in percentages) | | | | |
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| Granted loans | | | | | | | | | | |
| 1 Non-financial corporations | 119 245 | 118 872 | 118 079 | 115 345 | 113 461 | -1.5 | -2.3 | -2.5 | -3.0 | -4.9 |
| 2 of which: Small and medium size companies ⁽²⁾ | 92 275 | 91 817 | 90 556 | 88 582 | 86 182 | -2.0 | -2.5 | -3.0 | -3.6 | -6.6 |
| 3 Large companies ⁽²⁾ | 16 644 | 16 519 | 16 851 | 16 495 | 16 870 | 6.1 | 4.1 | 3.6 | 2.2 | 1.4 |
| 4 of which: Exporting companies ⁽³⁾ | 14 324 | 14 154 | 13 992 | 13 611 | 14 588 | 7.8 | 6.7 | 6.0 | 3.4 | 1.8 |
| 5 Households | 155 762 | 154 469 | 153 414 | 152 152 | 150 169 | 1.1 | -0.3 | -1.3 | -2.1 | -3.6 |
| 6 Housing | 120 871 | 120 066 | 119 468 | 119 120 | 117 992 | 2.2 | 0.8 | -0.2 | -0.7 | -2.4 |
| 7 Consumption and other purposes ⁽⁴⁾ | 34 890 | 34 403 | 33 946 | 33 032 | 32 177 | -2.8 | -3.9 | -5.1 | -6.9 | -7.8 |
| Memo item: | | | | | | | | | | |
| 8 Loans to non-financial corporations adjusted for sales of loans portfolios | - | - | - | - | - | -0.2 | -0.8 | -0.9 | -2.1 | -3.3 |
| | (overdue loans ratio - in percentages) ⁽⁵⁾ | | | | | (borrowers with overdue loans - in percentages) | | | | |
| Loans in default | | | | | | | | | | |
| 9 Non-financial corporations | 5.0 | 5.3 | 6.2 | 6.7 | 7.7 | 21.7 | 22.6 | 23.4 | 24.4 | 26.1 |
| 10 of which: Small and medium size companies ⁽²⁾ | 6.1 | 6.4 | 7.4 | 8.1 | 9.4 | 21.7 | 22.7 | 23.5 | 24.4 | 26.2 |
| 11 Large companies ⁽²⁾ | 1.2 | 1.4 | 1.6 | 1.8 | 2.3 | 13.9 | 14.1 | 14.8 | 15.7 | 17.9 |
| 12 of which: Exporting companies ⁽³⁾ | 2.3 | 2.6 | 2.8 | 3.3 | 3.8 | 8.7 | 9.5 | 10.2 | 11.4 | 12.9 |
| 13 Households | 3.3 | 3.4 | 3.7 | 3.7 | 3.8 | 14.2 | 14.3 | 14.5 | 14.6 | 15.3 |
| 14 Housing | 1.9 | 1.9 | 2.0 | 2.0 | 2.0 | 5.5 | 5.5 | 5.7 | 5.7 | 6.1 |
| 15 Consumption and other purposes ⁽⁴⁾ | 8.6 | 9.2 | 10.1 | 10.5 | 10.8 | 15.8 | 15.9 | 16.2 | 16.2 | 17.0 |



(1) These statistics cover all the loans granted by financial institutions resident in Portugal, including not only monetary financial institutions but also non-monetary financial institutions that grant credit like credit financial institutions, credit purchase financing companies, leasing and factoring companies and other financial intermediaries.

(2) Small and medium size companies: number of employees below 250 and a turnover not above 50 million euros or an annual balance sheet value not above 43 million euros; large companies: number of employees not below 250 and a turnover above 50 million euros or with an annual balance sheet value above 43 million. Holding companies are excluded from this classification.

(3) Private-owned exporting companies, defined as follows: a) companies that export more than 50% of the turnover; or b) companies that export more than 10% of the turnover and the total amount exceeds 150 thousand euro. In order to capture the dynamics of the exporting sector while avoiding large fluctuations in the yearly samples, a 3 year sliding sample is used.

(4) Includes loans granted to sole traders.

(5) Percentage of overdue loans for more than 30 days over the total amount of granted loans.