

Results of Bank Lending Survey- Q2-FY25

(Bank Lending Survey-BLS was conducted from 1st to 16th January, 2025, Total respondents: 53, Reported numbers are Diffusion Indices)

Current loan demand has risen significantly, reaching the "Increase Considerably" zone and aligning with expected demand mainly on account of monetary policy decisions.

Figure 1: Overall Demand for Loans

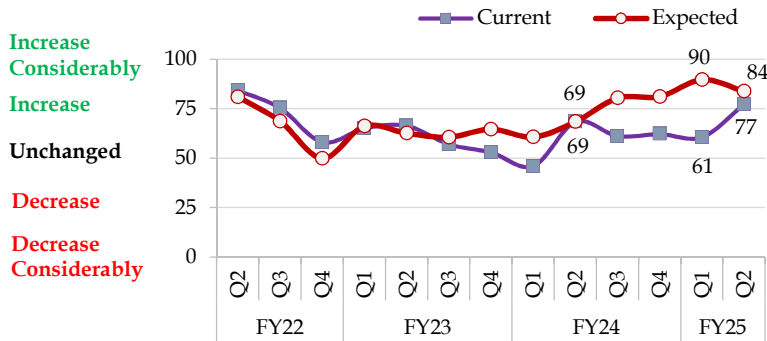
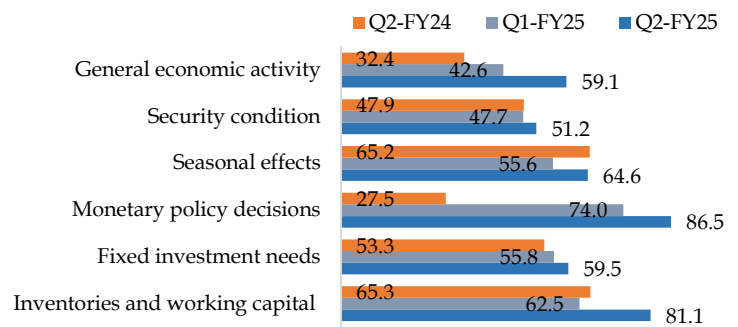


Figure 2: Factors Affecting Overall Demand for Loans



A broad-based increase was observed, with all sectors positively contributing to loan demand.

Figure 3: Demand for Loans by Sectors (QoQ)

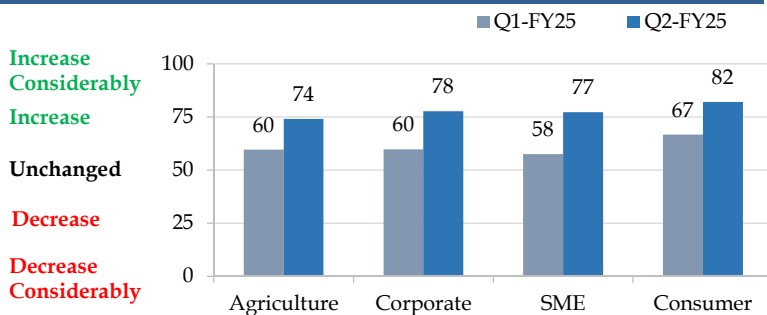
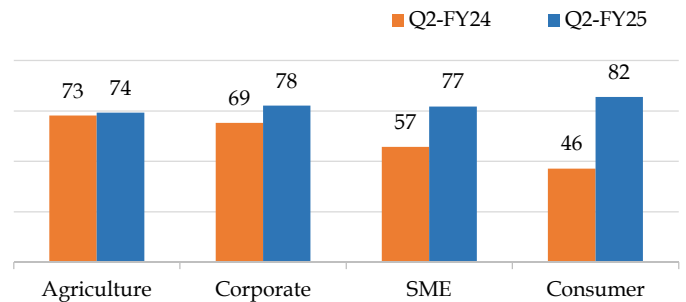


Figure 4: Demand for Loans by Sectors (YoY)



Number of current loan application is converging to number of expected loan applications, that have remained consecutively in "Increase Considerably" zone since Q3-FY24. Meanwhile, cost of borrowing remained in "Decrease Considerably" zone since Q1-FY25.

Figure 5: Number of Loan Applications

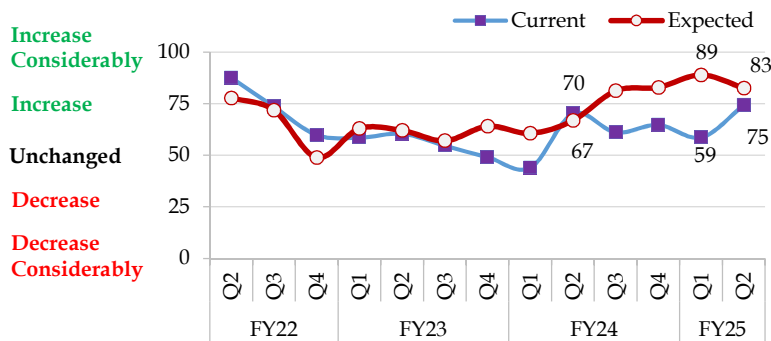
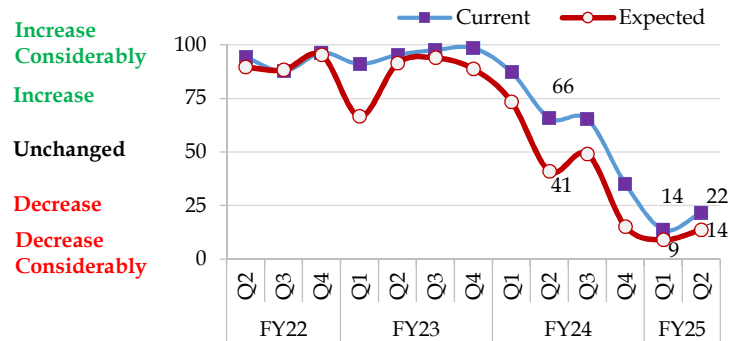


Figure 6: Overall Cost of Borrowings



Overall availability of expected funds reached "Increase Considerably" territory, whereas current availability of funds hovered in the upper zone of "Increase" territory mainly on account of monetary policy decisions.

Figure 7: Overall Availability of Funds

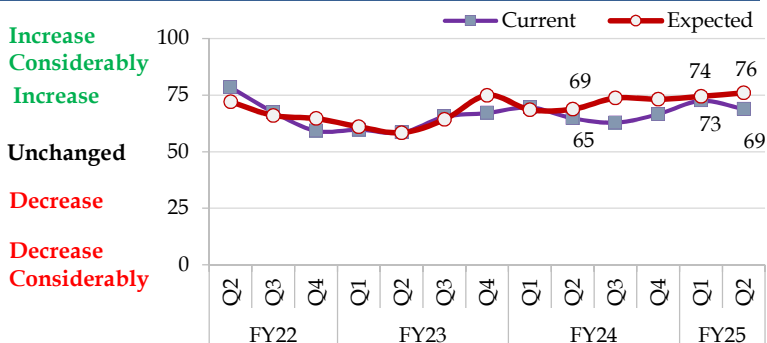


Figure 8: Factors Affecting Overall Availability of Funds for Loans

