

EU banks NPL Heatmaps

NPL ratio stable in Q2 but modest asset-quality deterioration to persist

The consolidated non-performing loan (NPL) ratio of EU banks remained stable at a low level of 1.86% in the second quarter, despite a rise in total NPLs to EUR 373.4bn (see Heatmap 1), reflecting underlying volume growth. We expect modest asset-quality deterioration in coming quarters, driven by corporate sector weakness, but at the same time, a moderate recovery in global economic growth and a loosening monetary policy stance will likely cushion any deterioration, limiting downside risks to banks' credit profiles.

Quarterly increases in NPL ratios in the Netherlands, Germany, Finland and France were offset by declines in euro area peripheral countries. In other EU countries, NPL creation was marginal. There were significant declines in Greece and Poland, although NPL ratios in those countries remain higher than the EU average (Heatmap 9).

Corporate NPLs accelerated in Germany and the Netherlands, while they showed signs of recovery in Spain (Heatmap 2). There was no generalised deterioration in NPL ratios across business sectors. The largest increases from Q1 to Q2 were in mining and quarrying (3.7% to 4.2%) and water supply (1.4% to 1.9%, although this mainly concerns the Netherlands). NPLs in the real estate sector, which accounts for the largest share of EU loan portfolios, continued to trend marginally up from 2.6% to 2.7%. Construction remained stable at 6.3% (Heatmaps 4 and 5).

In retail, an improvement in NPLs was mainly driven by Spain (Chart 1), although at 3.74% Spain's household NPL ratio remains the highest among the major EU/EEA economies, (Heatmap 3).

Stage 2 loans at EU level improved marginally to 9.3% in Q2 (9.6% the end of 2023), reflecting positive developments in most countries. However, in Germany the ratio rose by 1.3pp to 12.8%.

The slight reduction in the cost of risk at EU level reflects two key dynamics: small quarter-on-quarter increases in Italy and the Netherlands, and lower net risk provisions in Denmark, Germany, Spain and France (Heatmap 6). German, French and Austrian cost of risk remains significantly above historical norms.

Heatmap 1: EU banks: non-performing loan ratios

Country	Dec-19	Dec-20	Dec-21	Dec-22	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Quarterly change	3 months	6 months	12 months
NL	1.95%	1.99%	1.51%	1.39%	1.34%	1.37%	1.40%	1.36%	1.42%	0.06%	0.01%	0.08%	
DE	1.25%	1.27%	1.08%	1.08%	1.14%	1.14%	1.32%	1.32%	1.37%	0.05%	0.05%	0.22%	
FI	1.44%	1.52%	1.25%	0.93%	1.01%	1.07%	1.14%	1.17%	1.21%	0.04%	0.07%	0.20%	
FR	2.49%	2.19%	1.90%	1.86%	1.92%	1.93%	1.94%	2.00%	2.03%	0.04%	0.09%	0.12%	
BE	2.00%	1.97%	1.52%	1.49%	1.15%	1.17%	1.20%	1.22%	1.23%	0.01%	0.03%	0.08%	
AT	2.31%	2.10%	1.87%	1.84%	1.78%	1.82%	2.18%	2.17%	2.18%	0.01%	0.00%	0.40%	
SE	0.53%	0.46%	0.32%	0.23%	0.24%	0.26%	0.30%	0.32%	0.32%	0.00%	0.02%	0.08%	
IT	6.67%	4.13%	3.09%	2.45%	2.41%	2.40%	2.35%	2.44%	2.41%	-0.03%	0.05%	-0.01%	
DK	1.82%	1.87%	1.74%	1.40%	1.31%	1.28%	1.27%	1.27%	1.22%	-0.05%	-0.05%	-0.09%	
ES	3.23%	2.93%	3.05%	2.77%	2.79%	2.81%	2.81%	2.86%	2.79%	-0.07%	-0.03%	0.00%	
EU	2.75%	2.57%	2.04%	1.80%	1.80%	1.80%	1.84%	1.86%	1.86%	0.01%	0.03%	0.07%	

AT: Austria, DE: Germany, FI: Finland, SE: Sweden, NL: the Netherlands, BE: Belgium, FR: France, ES: Spain, DK: Denmark, IT: Italy. Ranking according to the increase of NPLs in Q2 2024 (column '3 months'). Change over 3 months, 6 months, 12 months in pp. Sample includes countries with the ten largest loan amounts. Source: EBA risk dashboard, Scope Ratings.

Analysts

Tatiana Fomenko, Paris
t.fomenko@scoperatings.com

Pauline Lambert, London
p.lambert@scoperatings.com

Carola Saldias, Milan
c.saldias@scoperatings.com

Alessandro Boratti, Milan
a.boratti@scoperatings.com

Alvaro Dominguez Alcalde, London
a.dominguez@scoperatings.com

Milya Safiullina, Frankfurt
m.safiullina@scoperatings.com

Andre Hansen, London
a.hansen@scoperatings.com

Magnus Rising, Oslo
m.rising@scoperatings.com

Team leader

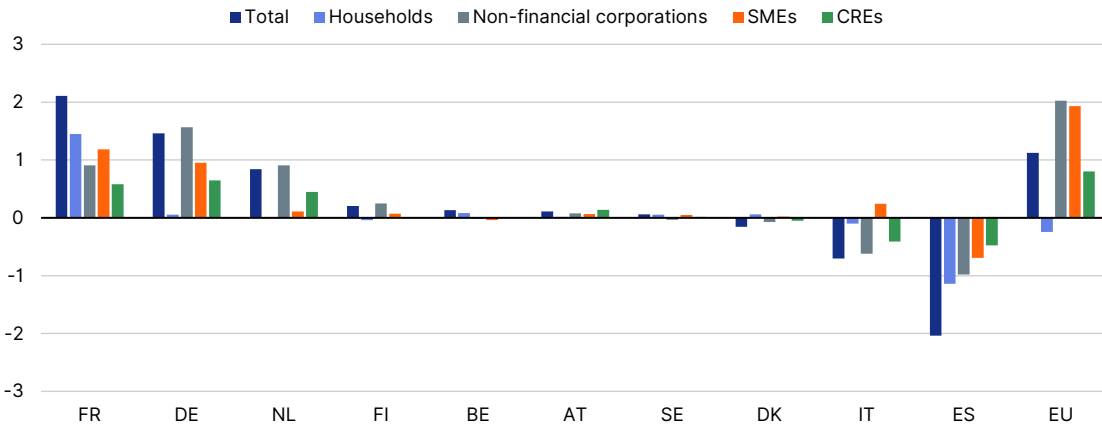
Marco Troiano, Milan
m.troiano@scoperatings.com

Media

Keith Mullin
k.mullin@scopegroup.com

Section 1: NPL amounts and NPL ratios by subsectors (households, corporates)

Chart 1: Breakdown of quarterly NPL change between retail and corporate NPLs (EUR bn)



Source: EBA risk dashboard, Scope Ratings.

Heatmap 2: country ranking by corporate NPL ratios

Country	Dec-19	Dec-20	Dec-21	Dec-22	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Quarterly change	3 months	6 months	12 months
DE	2.3%	2.6%	2.3%	2.2%	2.5%	2.6%	3.1%	3.2%	3.4%	0.2%	0.17%	0.27%	0.86%
FI	2.6%	2.3%	2.1%	1.3%	1.3%	1.4%	1.6%	1.5%	1.6%	0.1%	0.14%	0.07%	0.35%
NL	4.3%	4.8%	3.4%	3.1%	3.0%	3.1%	3.0%	3.0%	3.1%	0.1%	0.12%	0.17%	0.14%
FR	3.9%	3.9%	3.5%	3.4%	3.6%	3.6%	3.6%	3.7%	3.8%	0.2%	0.05%	0.16%	0.21%
AT	3.3%	3.4%	3.1%	2.9%	2.8%	2.8%	3.5%	3.7%	3.7%	0.0%	0.02%	0.18%	0.94%
SE	1.0%	1.0%	0.6%	0.3%	0.3%	0.3%	0.4%	0.4%	0.4%	0.0%	-0.01%	0.00%	0.07%
BE	3.6%	4.1%	3.3%	2.9%	2.8%	2.8%	2.8%	3.0%	3.0%	0.2%	-0.04%	0.12%	0.12%
IT	11.4%	7.5%	5.4%	4.1%	4.0%	4.0%	3.9%	4.0%	3.9%	0.0%	-0.05%	0.07%	-0.06%
DK	4.5%	5.5%	3.8%	2.8%	2.6%	2.7%	2.8%	2.8%	2.6%	0.0%	-0.17%	-0.17%	-0.01%
ES	4.8%	4.7%	4.8%	4.1%	3.9%	3.8%	3.8%	3.8%	3.6%	0.0%	-0.18%	-0.24%	-0.28%
EU	5.0%	4.8%	3.8%	3.2%	3.3%	3.3%	3.3%	3.4%	3.4%	0.0%	0.01%	0.08%	0.15%

Ranking according to the increase of corporate NPL ratios in Q2 2024 (column '3 months'). Change over 3 months, 6 months, 12 months in pp.
Source: EBA risk dashboard, Scope Ratings.

Heatmap 3: country ranking by household NPL ratios

Country	Dec-19	Dec-20	Dec-21	Dec-22	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Quarterly change	3 months	6 months	12 months
DK	2.56%	2.71%	2.27%	1.94%	2.44%	2.32%	2.25%	2.31%	2.39%	0.0%	0.08%	0.14%	-0.05%
FR	2.90%	2.60%	2.32%	2.06%	2.06%	2.07%	2.06%	2.08%	2.13%	0.0%	0.05%	0.07%	0.08%
BE	1.92%	1.95%	1.27%	1.16%	0.88%	0.90%	0.91%	0.93%	0.95%	0.0%	0.02%	0.04%	0.07%
DE	1.56%	1.76%	1.51%	1.33%	1.42%	1.38%	1.39%	1.51%	1.52%	0.0%	0.02%	0.13%	0.11%
SE	0.32%	0.29%	0.27%	0.27%	0.31%	0.33%	0.38%	0.44%	0.45%	0.0%	0.01%	0.07%	0.15%
AT	2.83%	2.71%	2.40%	2.16%	2.20%	2.26%	2.29%	2.36%	2.37%	0.0%	0.00%	0.07%	0.16%
NL	1.09%	1.29%	1.15%	1.01%	1.10%	1.12%	1.06%	1.08%	1.07%	0.0%	-0.01%	0.00%	-0.04%
IT	5.05%	3.72%	3.28%	2.32%	2.26%	2.26%	2.20%	2.25%	2.23%	0.0%	-0.02%	0.03%	-0.03%
FI	1.15%	1.46%	1.33%	1.25%	1.39%	1.42%	1.51%	1.61%	1.58%	0.0%	-0.03%	0.07%	0.19%
ES	3.69%	3.49%	3.85%	3.49%	3.65%	3.76%	3.79%	3.87%	3.74%	0.0%	-0.13%	-0.06%	0.09%
EU	2.92%	2.88%	2.41%	2.06%	2.12%	2.13%	2.11%	2.17%	2.15%	0.0%	-0.02%	0.04%	0.03%

Ranking according to the increase of household NPL ratios in Q2 2024 (column '3 months'). Change over 3 months, 6 months, 12 months in pp.
Source: EBA risk dashboard, Scope Ratings.

Section 2: Corporate sectors with the highest quarterly increase

Heatmap 4: Overview of NPL ratios by corporate sector in the EU

Country	NACE code	Dec-19	Dec-20	Dec-21	Dec-22	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Quarterly change	3 months	6 months	12 months	Sector as % of total loans
EU	B Mining and quarrying	6.2%	8.5%	5.5%	5.5%	4.7%	3.9%	3.7%	3.7%	4.2%	0.5%	0.5%	-0.5%	1.1%	
EU	E Water supply	3.1%	2.6%	2.3%	1.4%	1.2%	1.2%	1.3%	1.4%	1.9%	0.4%	0.6%	0.6%	1.0%	
EU	S Other services	4.5%	4.4%	3.4%	3.2%	3.2%	2.8%	2.9%	2.6%	2.8%	0.2%	-0.1%	-0.4%	2.4%	
EU	K Financial & insurance	3.3%	3.2%	2.6%	2.2%	2.4%	2.2%	2.3%	2.2%	2.4%	0.1%	0.0%	0.0%	4.5%	
EU	A Agriculture, forestry and fishing	6.6%	5.9%	4.5%	4.0%	4.1%	4.0%	4.0%	4.1%	4.2%	0.1%	0.2%	0.1%	3.8%	
EU	M Prof., scientific & tech. activ.	4.2%	4.5%	3.6%	3.0%	3.2%	3.2%	3.4%	3.5%	3.6%	0.1%	0.2%	0.5%	5.2%	
EU	L Real estate activities	2.8%	2.6%	2.3%	1.8%	2.0%	2.2%	2.5%	2.6%	2.7%	0.1%	0.2%	0.7%	25.6%	
EU	P Education	3.9%	4.2%	3.7%	3.5%	3.5%	3.5%	3.5%	3.6%	3.6%	0.1%	0.1%	0.1%	0.3%	
EU	O Public admin. & defence	0.9%	1.5%	1.1%	0.7%	0.9%	0.9%	0.9%	1.2%	1.0%	0.1%	0.1%	-0.2%	0.0%	0.3%
EU	F Construction	13.9%	10.5%	8.0%	6.2%	6.0%	6.0%	6.2%	6.3%	6.3%	0.0%	0.1%	0.3%	4.9%	
EU	D Electricity, gas	2.4%	1.6%	1.3%	1.4%	1.5%	1.6%	1.5%	1.4%	1.4%	0.0%	0.0%	0.0%	5.4%	
EU	G Wholesale and retail trade	5.8%	5.9%	4.4%	3.9%	3.9%	3.9%	3.9%	4.0%	4.0%	0.0%	0.1%	0.1%	12.8%	
EU	H Transport and storage	6.1%	5.8%	4.5%	3.8%	3.5%	3.4%	3.0%	2.8%	2.7%	0.0%	-0.2%	-0.7%	5.5%	
EU	C Manufacturing	5.5%	5.5%	4.0%	3.5%	3.5%	3.5%	3.6%	3.7%	3.7%	-0.1%	0.1%	0.2%	15.1%	
EU	J Information and communication	2.9%	2.8%	2.2%	1.9%	2.0%	2.1%	2.4%	2.8%	2.7%	-0.1%	0.3%	0.7%	3.3%	
EU	I Accom. & food services	7.9%	8.4%	9.4%	7.9%	7.7%	7.4%	6.9%	6.8%	6.6%	-0.2%	-0.3%	-1.1%	2.6%	
EU	N Admin. & support services	3.1%	3.9%	3.7%	3.2%	2.9%	2.9%	2.7%	2.8%	2.5%	-0.3%	-0.2%	-0.4%	4.0%	
EU	Q Human health & social work	3.0%	3.0%	2.3%	4.9%	5.5%	5.6%	5.0%	4.9%	4.7%	-0.3%	-0.3%	-0.8%	1.8%	
EU	R Arts, entertainment	6.8%	7.2%	7.8%	6.4%	5.7%	5.6%	5.4%	5.1%	4.8%	-0.3%	-0.6%	-0.9%	0.5%	

Ranking according to the increase of NPL ratios by NACE corporate sectors in Q2 2024 (column '3 months'). Change over 3 months, 6 months, 12 months in pp.
Source: EBA risk dashboard, Scope Ratings

Heatmap 5: Top 3 corporate sectors with the highest quarterly increase of NPL ratios by country

Country	NACE code	Dec-19	Dec-20	Dec-21	Dec-22	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Quarterly change	3 months	6 months	12 months	Sector as % of total loans
AT	F Construction	4.4%	3.7%	3.1%	3.0%	3.3%	3.3%	4.5%	4.8%	5.4%	0.6%	1.0%	2.2%	7.8%	
AT	G Wholesale and retail trade	4.0%	4.1%	3.0%	3.2%	3.1%	3.1%	3.3%	3.4%	3.7%	0.2%	0.3%	0.6%	13.2%	
AT	K Financial and insurance activities	1.5%	2.3%	2.7%	3.3%	3.2%	3.5%	6.2%	7.0%	7.3%	0.2%	1.1%	4.0%	1.3%	
BE	K Financial and insurance activities	3.7%	4.4%	4.1%	3.1%	3.9%	3.9%	3.9%	2.2%	2.8%	0.5%	-1.1%	-1.1%	3.3%	
BE	M Prof., scientific & tech. activ.	3.0%	3.5%	3.1%	2.8%	2.5%	2.3%	2.4%	2.9%	3.0%	0.1%	0.6%	0.5%	6.6%	
BE	Q Human health services, social	1.2%	1.2%	1.3%	1.2%	1.2%	1.1%	0.9%	0.9%	1.1%	0.2%	0.2%	-0.1%	4.9%	
DE	G Wholesale and retail trade	3.2%	4.1%	3.4%	3.0%	3.1%	2.8%	3.1%	3.0%	3.3%	0.2%	0.2%	0.2%	8.1%	
DE	K Financial and insurance activities	1.3%	3.0%	3.8%	2.5%	2.6%	2.4%	2.2%	2.5%	3.1%	0.6%	0.9%	0.5%	4.6%	
DE	L Real estate activities	1.0%	1.4%	1.5%	1.4%	2.2%	2.7%	3.8%	4.0%	4.4%	0.4%	0.6%	2.2%	39.5%	
DK	K Financial and insurance activities	2.4%	4.5%	2.8%	1.5%	1.5%	1.4%	1.6%	1.9%	3.5%	1.5%	1.9%	2.0%	1.7%	
DK	N Admin. & support services	1.2%	3.0%	2.0%	2.0%	2.0%	2.8%	2.7%	3.2%	5.0%	1.8%	2.3%	3.0%	1.9%	
DK	R Arts, entertainment and recreation	1.2%	7.0%	8.1%	7.1%	6.9%	6.2%	5.8%	5.2%	5.7%	0.6%	0.0%	-1.2%	0.2%	
ES	E Water supply	2.2%	1.8%	6.4%	1.6%	1.3%	1.5%	1.5%	1.5%	1.7%	0.1%	0.2%	0.4%	0.8%	
ES	Q Human health services, social	3.1%	5.7%	3.5%	3.9%	4.1%	4.5%	4.3%	3.9%	4.3%	0.4%	-0.1%	0.2%	1.3%	
ES	S Other services	3.3%	3.5%	3.1%	2.7%	2.7%	2.9%	3.6%	3.7%	3.8%	0.1%	0.2%	1.1%	3.4%	
FI	D Electricity, gas, steam, air condit.	0.7%	0.3%	0.1%	0.1%	0.1%	0.2%	0.2%	0.1%	1.1%	0.9%	0.9%	1.0%	4.9%	
FI	G Wholesale and retail trade	2.0%	2.5%	2.9%	1.9%	1.6%	1.6%	2.5%	2.7%	3.4%	0.7%	0.9%	1.8%	6.5%	
FI	N Admin. & support services	2.2%	1.1%	1.1%	1.2%	1.2%	1.2%	1.3%	1.3%	2.2%	0.9%	0.9%	1.0%	2.0%	
FR	B Mining and quarrying	3.9%	5.0%	3.5%	3.7%	3.8%	3.8%	4.0%	4.2%	5.4%	1.2%	1.4%	1.6%	1.2%	
FR	E Water supply	3.9%	3.5%	3.2%	2.8%	2.6%	2.5%	2.7%	2.2%	3.0%	0.8%	0.3%	0.4%	0.6%	
FR	S Other services	3.9%	3.0%	2.8%	3.2%	3.4%	2.6%	2.7%	2.0%	2.5%	0.5%	-0.2%	-0.9%	4.2%	
IT	A Agriculture, forestry and fishing	11.2%	7.4%	5.4%	4.1%	4.2%	4.2%	4.1%	4.1%	4.3%	0.2%	0.2%	0.1%	2.4%	
IT	B Mining and quarrying	6.1%	4.5%	2.0%	4.2%	4.1%	3.5%	4.2%	4.5%	4.7%	0.3%	0.5%	0.6%	0.7%	
IT	G Wholesale and retail trade	8.7%	6.1%	4.2%	3.4%	3.6%	3.7%	3.7%	3.9%	4.1%	0.2%	0.4%	0.5%	17.1%	
NL	B Mining and quarrying	7.5%	12.7%	8.0%	6.6%	4.5%	3.9%	4.1%	5.2%	8.6%	3.3%	4.5%	4.0%	1.6%	
NL	E Water supply	5.5%	4.3%	2.8%	1.2%	1.2%	1.3%	1.3%	3.7%	6.3%	2.5%	4.9%	5.1%	1.0%	
NL	P Education	3.2%	4.9%	2.2%	2.6%	2.6%	2.7%	2.0%	1.5%	2.2%	0.7%	0.2%	-0.4%	0.2%	
SE	H Transport and storage	4.3%	4.9%	2.6%	1.4%	0.5%	0.8%	0.3%	0.4%	0.5%	0.1%	0.2%	0.1%	3.3%	
SE	N Admin. & support services	0.7%	1.2%	1.4%	0.2%	0.2%	0.2%	0.2%	0.3%	0.4%	0.1%	0.2%	0.2%	1.5%	
SE	R Arts, entertainment and recreation	1.0%	2.1%	0.5%	1.2%	0.9%	1.1%	1.1%	0.6%	4.8%	4.2%	3.7%	3.9%	0.3%	

Ranking according to the increase of corporate NPL ratios in Q1 2024 (column '3 months'). Change over 3 months, 6 months, 12 months in pp.
Source: EBA risk dashboard, Scope Ratings

Section 3: Other asset quality indicators

Heatmap 6: Cost of risk

Country	Dec-19	Dec-20	Dec-21	Dec-22	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Quarterly change	3 months	6 months	12 months
IT	61	94	63	52	36	34	38	28	32		5	-6	4
NL	25	54	9	21	12	12	13	15	18		4	5	6
AT	33	74	37	49	38	40	48	51	53		2	5	15
BE	24	49	20	17	11	12	12	16	17		0	4	6
SE	13	21	6	11	9	8	9	8	6		-2	-2	2
FI	27	32	16	18	18	16	20	25	19		-6	-1	1
FR	39	54	38	45	40	41	47	61	54		-7	7	14
ES	108	137	91	95	107	106	112	118	111		-7	0	4
DE	27	47	25	27	35	33	38	62	48		-14	10	13
DK	35	85	43	50	58	49	42	44	27		-17	-15	-31
EU	48	75	47	46	45	44	48	56	51		-5	3	7

Ranking according to the increase of cost of risk in Q2 2024 (column '3 months'). Change over 3 months, 6 months, 12 months in pp. EBA definition: Increases due to origination and acquisition + Changes due to change in credit risk (net) + Changes due to modifications without derecognition (net) + Changes due to update in the institution's methodology for estimation (net) + Other adjustments] (annualised) (A) / Total gross loans and advances subject to impairment (B + C). Source: EBA risk dashboard, Scope Ratings

Heatmap 7: Stage 2 loan ratios

Country	Dec-19	Dec-20	Dec-21	Dec-22	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Quarterly change	3 months	6 months	12 months
DE	5.0%	9.2%	9.1%	9.9%	10.1%	10.7%	11.7%	11.5%	12.8%		1.3%	1.1%	2.7%
ES	5.8%	7.1%	7.4%	6.8%	6.8%	6.9%	7.2%	7.2%	7.3%		0.1%	0.1%	0.6%
FR	6.7%	8.4%	9.0%	9.8%	9.0%	9.1%	9.4%	9.5%	9.5%		0.0%	0.0%	0.5%
DK	7.1%	7.6%	6.5%	8.6%	9.2%	8.9%	8.9%	9.1%	9.1%		0.0%	0.2%	-0.1%
FI	5.2%	5.6%	5.4%	5.8%	7.1%	6.9%	8.1%	8.9%	8.8%		-0.1%	0.7%	1.7%
BE	9.1%	11.4%	10.7%	13.2%	11.7%	11.2%	10.9%	9.1%	9.0%		-0.2%	-1.9%	-2.7%
SE	3.9%	4.0%	3.5%	4.4%	5.5%	6.2%	6.0%	5.8%	5.5%		-0.3%	-0.6%	0.0%
NL	5.0%	7.7%	6.0%	7.9%	7.3%	6.9%	8.3%	8.0%	7.3%		-0.7%	-1.0%	0.0%
IT	8.8%	13.8%	14.0%	12.2%	11.2%	11.3%	11.5%	10.3%	9.4%		-0.9%	-2.1%	-1.8%
AT	10.3%	18.3%	17.5%	16.8%	16.4%	16.8%	16.4%	15.4%	14.1%		-1.3%	-2.3%	-2.3%
EU	6.8%	9.1%	9.0%	9.4%	9.1%	9.2%	9.6%	9.4%	9.3%		-0.1%	-0.3%	0.2%

Ranking according to the increase of Stage 2 loan ratios in Q2 2024 (column '3 months'). Change over 3 months, 6 months, 12 months in pp. EBA definition: Stage 2 loans and advances at amortised cost / Sum of stage 1, 2, 3 and POCI loans and advances at amortised cost (code T13_2). Source: EBA risk dashboard, Scope Ratings

Heatmap 8: Forbearance ratios

Country	Dec-19	Dec-20	Dec-21	Dec-22	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Quarterly change	3 months	6 months	12 months
AT	1.2%	1.7%	1.9%	1.8%	1.5%	1.5%	1.7%	1.7%	1.8%		0.11%	0.18%	0.31%
DE	0.9%	1.6%	1.6%	1.2%	1.1%	1.2%	1.3%	1.4%	1.5%		0.10%	0.17%	0.35%
NL	1.7%	2.7%	2.3%	1.7%	1.5%	1.4%	1.5%	1.5%	1.5%		0.08%	0.01%	0.07%
SE	0.5%	0.5%	0.4%	0.3%	0.3%	0.3%	0.4%	0.4%	0.4%		0.05%	0.08%	0.19%
FI	1.1%	1.5%	1.5%	1.2%	1.3%	1.4%	1.4%	1.5%	1.6%		0.03%	0.14%	0.26%
FR	0.9%	1.0%	1.2%	1.0%	1.0%	1.0%	1.0%	1.0%	1.0%		0.03%	0.05%	0.00%
BE	0.9%	1.4%	1.6%	1.4%	0.9%	0.8%	0.8%	0.8%	0.8%		-0.02%	-0.05%	-0.13%
DK	1.0%	1.3%	1.1%	0.6%	0.6%	0.5%	0.5%	0.6%	0.5%		-0.05%	0.01%	-0.04%
IT	3.6%	2.6%	2.8%	2.5%	2.1%	2.0%	1.9%	1.9%	1.8%		-0.06%	-0.03%	-0.30%
ES	3.1%	2.8%	3.0%	2.7%	2.5%	2.5%	2.4%	2.3%	2.2%		-0.15%	-0.21%	-0.35%
EU	1.8%	1.8%	2.0%	1.6%	1.5%	1.4%	1.4%	1.4%	1.4%		0.00%	0.01%	-0.03%

Ranking according to the increase of forbearance ratios in Q2 2024 (column '3 months'). Change over 3 months, 6 months, 12 months in pp. EBA definition: exposures with forbearance measures for loans and advances/total instruments on BS (code AQT_42.2). Source: EBA risk dashboard, Scope Ratings.

Section 4: NPL ratios - other EU/EEA countries

Heatmap 9: Non-performing loan ratios

Country	Dec-19	Dec-20	Dec-21	Dec-22	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Quarterly change	3 months	6 months	12 months
IS	2.6%	2.7%	1.9%	1.3%	1.3%	1.4%	1.5%	1.5%	1.8%		0.3%	0.4%	0.5%
LU	0.9%	1.8%	1.3%	1.3%	1.4%	1.2%	1.4%	1.5%	1.7%		0.2%	0.3%	0.3%
RO	4.1%	3.7%	3.2%	2.7%	2.5%	2.4%	2.3%	2.7%	2.8%		0.1%	0.5%	0.3%
BG	7.2%	7.0%	5.6%	2.5%	2.1%	2.1%	2.0%	1.9%	2.0%		0.0%	0.0%	-0.1%
NO	1.3%	1.6%	n.a.	1.2%	1.0%	0.9%	1.0%	0.8%	0.9%		0.0%	-0.2%	-0.1%
SK	2.6%	2.2%	1.6%	1.4%	1.6%	1.7%	1.6%	1.8%	1.8%		0.0%	0.2%	0.2%
EE	1.5%	1.1%	0.8%	0.6%	0.6%	0.7%	0.7%	0.7%	0.8%		0.0%	0.1%	0.2%
HU	4.6%	4.0%	3.5%	3.5%	3.1%	3.1%	2.9%	2.8%	2.8%		0.0%	-0.1%	-0.3%
LV	1.9%	1.6%	0.6%	0.5%	0.5%	0.5%	0.4%	0.4%	0.4%		0.0%	0.0%	-0.1%
HR	4.3%	4.4%	3.3%	2.2%	2.1%	1.8%	1.8%	1.8%	1.8%		0.0%	0.0%	-0.3%
CZ	1.3%	1.5%	1.4%	1.4%	1.1%	1.1%	1.2%	1.1%	1.1%		0.0%	-0.1%	0.0%
LI				0.4%	0.4%	0.4%	0.4%	0.4%	0.4%		0.0%	0.0%	0.0%
PT	6.5%	4.9%	3.6%	3.0%	3.0%	2.8%	2.5%	2.5%	2.4%		0.0%	0.0%	-0.6%
LT	1.5%	1.3%	0.7%	0.5%	0.6%	0.6%	0.6%	0.6%	0.6%		0.0%	0.0%	0.0%
IE	3.3%	4.2%	2.8%	1.8%	1.8%	1.8%	1.6%	1.6%	1.5%		-0.1%	0.0%	-0.3%
SI	3.7%	3.2%	2.2%	1.8%	1.6%	1.5%	1.6%	1.9%	1.8%		-0.1%	0.1%	0.2%
CY	19.3%	11.5%	4.1%	3.1%	2.8%	2.6%	2.4%	2.5%	2.4%		-0.1%	0.0%	-0.4%
MT	3.0%	3.5%	3.1%	2.2%	2.3%	2.4%	2.2%	2.2%	2.1%		-0.1%	-0.1%	-0.2%
PL	4.8%	5.1%	4.5%	4.4%	4.4%	4.4%	4.3%	4.1%	3.8%		-0.3%	-0.5%	-0.6%
GR	35.2%	25.5%	7.0%	4.6%	4.6%	4.1%	3.3%	3.8%	3.4%		-0.4%	0.1%	-1.2%

Ranking according to the increase of NPL ratios in Q2 2024 (column '3 months'). Change over 3 months, 6 months, 12 months in pp. Source: EBA risk dashboard, Scope Ratings.

***Overview of the European Banking Authority's risk dashboard**

Data presented in this report are based on the data set provided by the European Banking Authority as part of the EBA quarterly risk dashboard. Q2 2024 data were released on September 20, 2024. This report is designed to shed light on key asset-quality trends.

The EBA risk dashboard provides data on a sample of EU/EEA institutions. Given its limitations, the sample may not fully reflect trends at consolidated national banking system level.

From the EBA risk dashboard:

"The EBA Risk Dashboard is part of the regular risk assessment conducted by the EBA and complements the Risk Assessment Report. The EBA Risk Dashboard summarises the main risks and vulnerabilities in the banking sector in the European Union (EU) by looking at the evolution of Risk Indicators (RI) among a sample of banks across the EU".

"Individual country data includes subsidiaries, which are excluded from EU aggregate. For example, at country level the subsidiary in country X of a bank domiciled in country Y is included both in data for countries X and Y (for the latter as part of the consolidated entity). In the EU aggregate, only the consolidated entity domiciled in country Y is considered. The sample of banks is unbalanced and reviewed annually. Being an unbalanced sample, the number of reporting banks per country can display minor variations between quarters, which might accordingly affect quarterly changes in absolute and relative figures".

"The figures included in the Risk Dashboard are based on a sample of 162 banks, covering more than 80% of the EU/EEA banking sector (by total assets), at the highest level of consolidation, while country aggregates also include large subsidiaries" (the list of banks can be found on the EBA website).

Source: <https://www.eba.europa.eu/risk-and-data-analysis/risk-analysis/risk-monitoring/risk-dashboard>

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Scope Ratings GmbH

Lennéstraße 5

Phone: +49 30 27891-0

in

D-10785 Berlin

Fax: +49 30 27891-100

Bloomberg: RESP SCOP

[scoperatings.com](https://www.scoperatings.com)

info@scoperatings.com

[Scope contacts](#)

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