Equifax Quarterly Commercial Insights: June 2022

Business credit demand slows as interest rates, inflation and supply chain pressures are felt by businesses



Commercial Credit Demand

BY TYPE



Business Credit

Applications declined by (vs June quarter 2021)





Asset Finance

Applications decreased by (vs June quarter 2021)





Business Loan

Applications increased by (vs June quarter 2021)





Trade Credit

Applications decreased by (vs June quarter 2021)



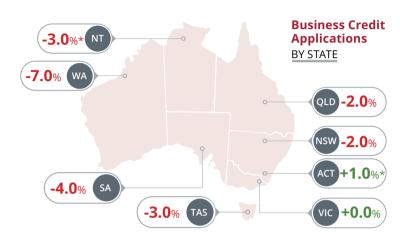
Business Credit Applications







Business credit demand has declined year-on-year as external pressures including interest rate rises, inflation and supply chain pressures begin to hit home for Australian businesses.



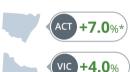
Business Loan Applications

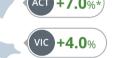


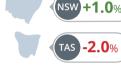
Business Loan Applications were the only

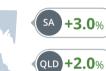
international lenders.







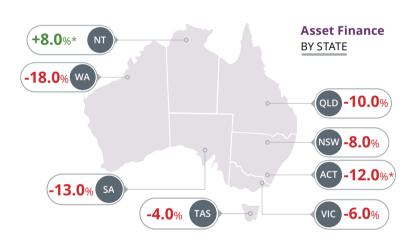








Asset Finance





Asset Finance Applications declined by -9.1% in the June 2022 quarter vs the same period in 2021, with many states experiencing double-digit falls.

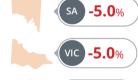
Trade Credit



Trade credit demand **reduced** in Q2 2022, down -2.3% on the previous year.

However demand is significantly better than levels observed in Q2 2020, up +19.0%.

4CT +5.0%* +0.0%



+0.0% ·3.0%



Food services and accommodation

industry experienced a high level of



Trade Credit BY STATE

*Low volumes

Insolvency Insights

Insolvencies continued to climb in Q2 2022, up **+20% in June 2022** vs the same month in 2021.





Construction insolvencies were +69% higher.

insolvencies.

Overall numbers remain lower than the 2019 average, however, suggesting the market is still some way off returning to pre-COVID insolvency levels.

NOTE TO EDITORS The Equifax Quarterly Commercial Insights (formerly Business Credit Demand Index) measures the volume of credit applications that go through the Equifax Commercial Bureau by financial services credit providers in Australia. Based on this, it is a good measure of intentions to acquire credit by businesses. differs from other market measures published by the RBA/ABS, which measure new and cumulative dollar amounts that are actually approved by financial institutions.