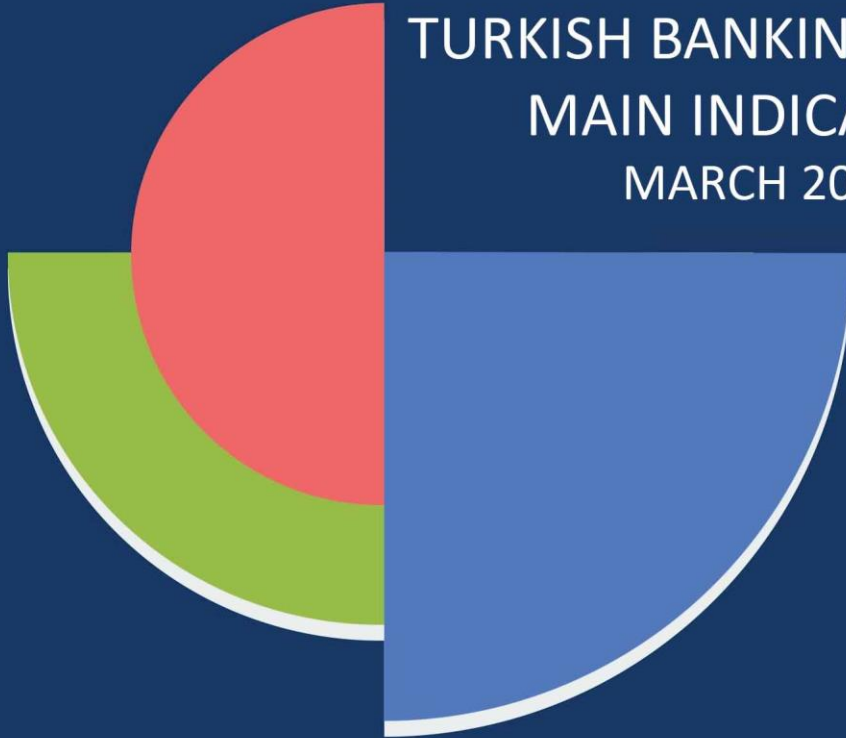




BANKING
REGULATION AND SUPERVISION
AGENCY OF TURKEY

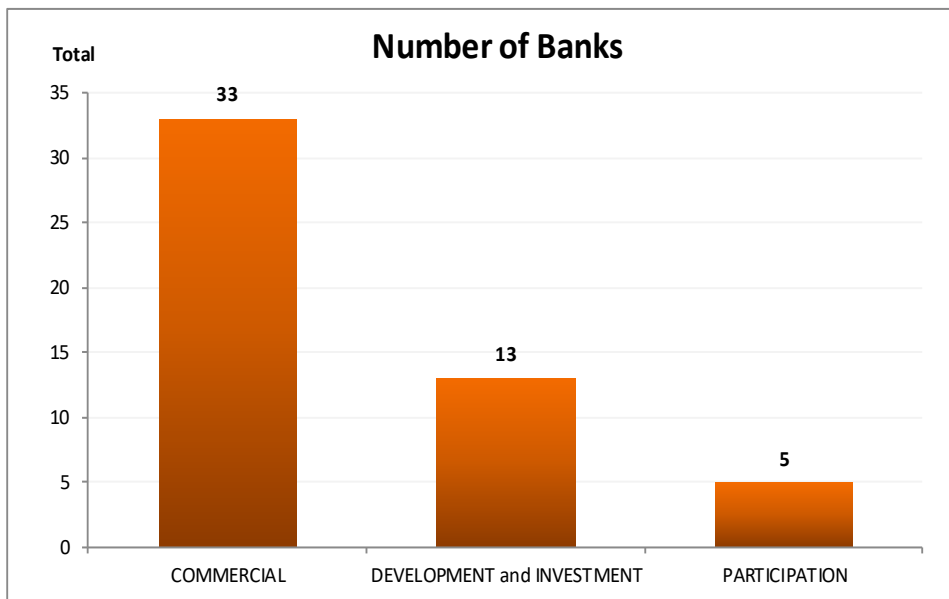


TURKISH BANKING SECTOR
MAIN INDICATORS
MARCH 2018

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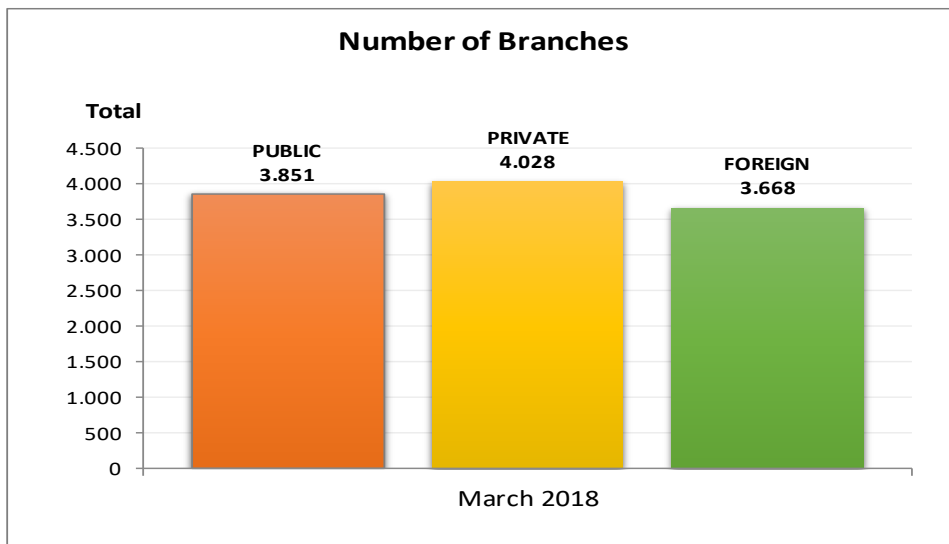
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Number of Banks, Branches and Personnel

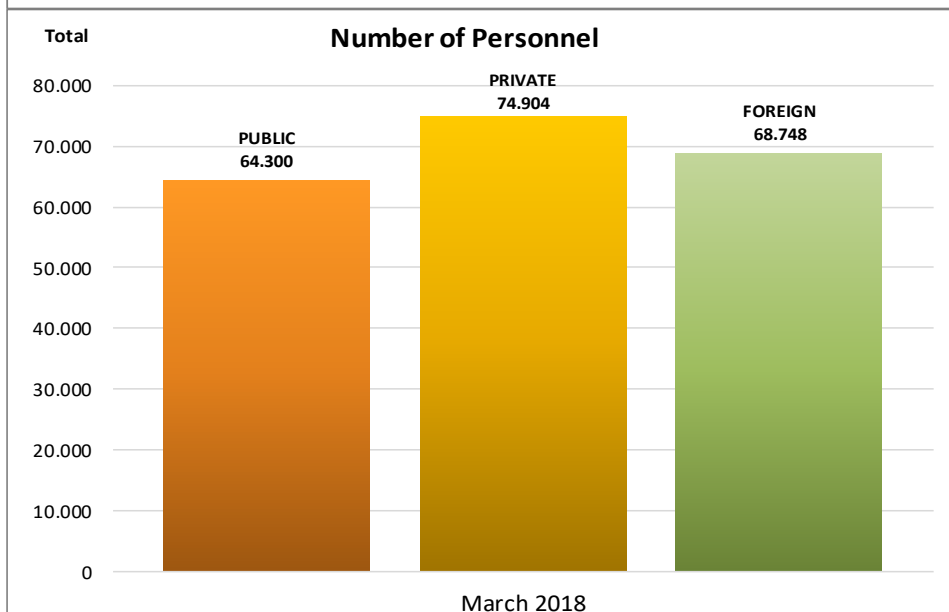


As of March 2018, there are 51 banks operating in Turkish Banking Sector as;

- 33 Deposit banks,
- 13 Development and Investment banks,
- 5 Participation banks.



Number of branches and personnel in banking sector decreased by 38 and 328, respectively when compared to the previous quarter (December 2017).



As of March 2018 period, number of branches realized as 11.547 while number of personnel realized as 207.952.

Selected Balance Sheet Items

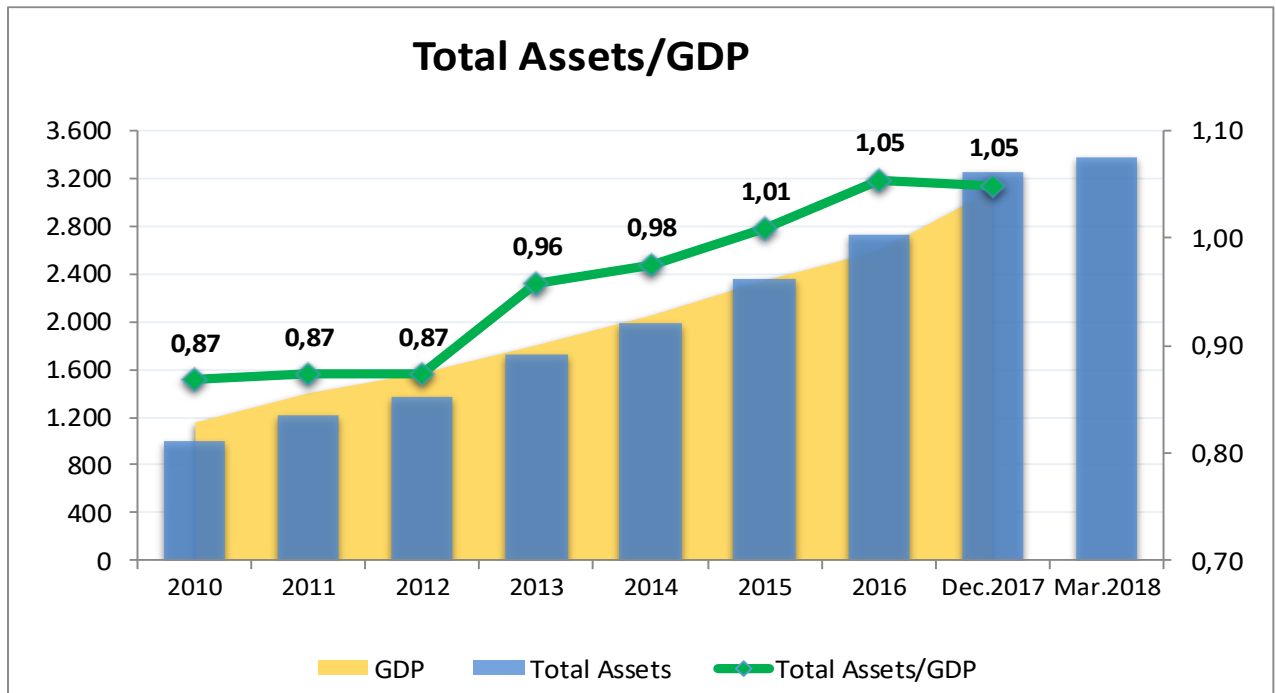
ASSETS	Total (Billion TL)	Changes (%) Previous End of Year
CASH and CASH-LIKE ITEMS*	247	-5,6
REQUIRED RESERVES	257	13,5
LOANS	2.196	4,7
NON-PERFORMING LOANS (GROSS)	66	2,6
SECURITIES	407	1,3
OTHER ASSETS	268	-0,7
TOTAL ASSETS	3.375	3,6
LIABILITIES		
DEPOSITS	1.777	3,9
DUE TO BANKS	500	5,2
FUNDS FROM REPO TRANSACTIONS	95	-4,0
SECURITIES ISSUED	162	11,3
EQUITIES	376	4,6
OTHER LIABILITIES	466	-0,6
TOTAL LIABILITIES	3.375	3,6

* Sum of Cash, Receivables from Central Bank, Money Market, and banks items

Total assets of Turkish Banking Sector increased by 3,6% to TL 3.375 billion in March 2018 when compared to the previous year-end.

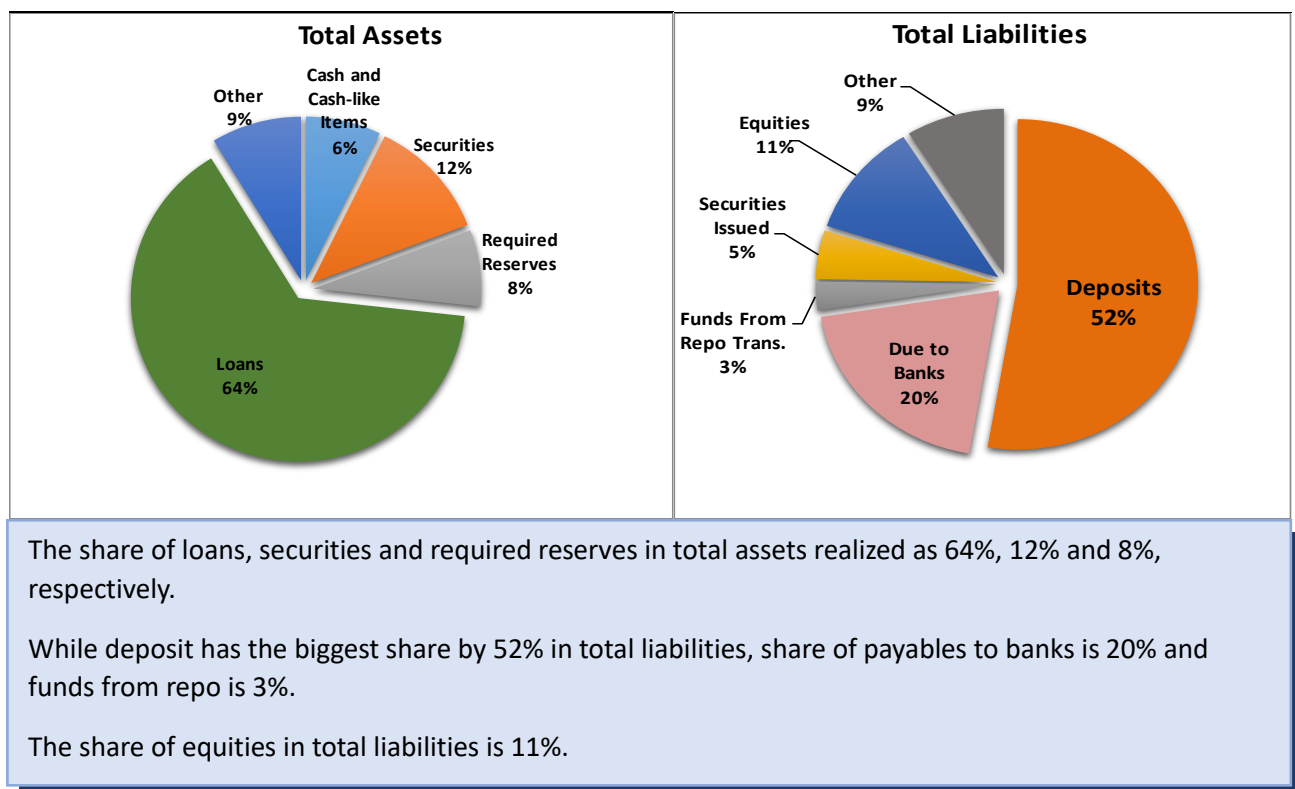
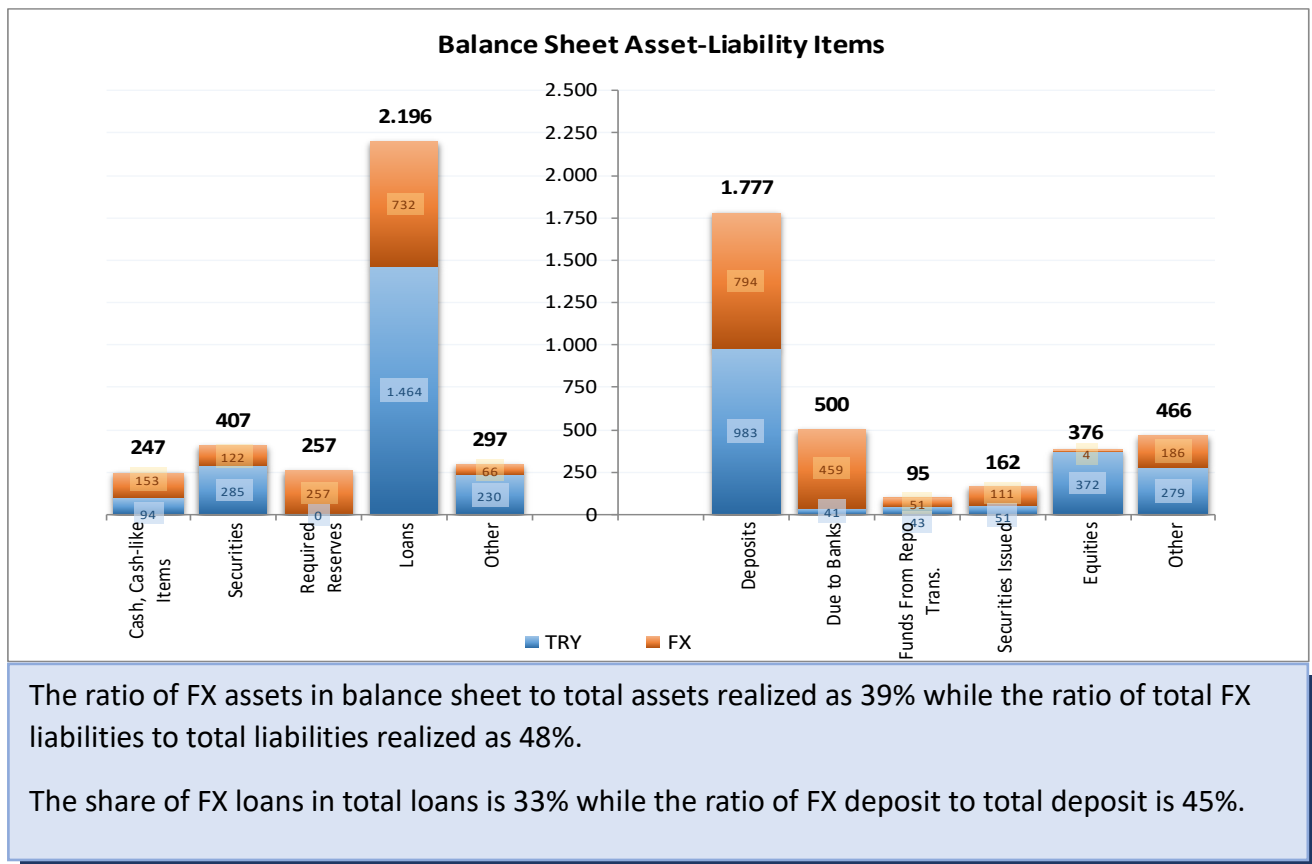
OFF-BALANCE SHEET ITEMS	Total (Billion TL)	Changes (%) Previous End of Year
Contingencies	695	5,5
Commitments	3.485	7,3
- Derivative Financial Instruments	2.745	8,0
- Other Commitments	740	5,0

Of off-balance sheet items,
 - Contingencies increased by 5,5%;
 - Derivative financial assets increased by 8,0%
 in March 2018 when compared to the previous year-end.

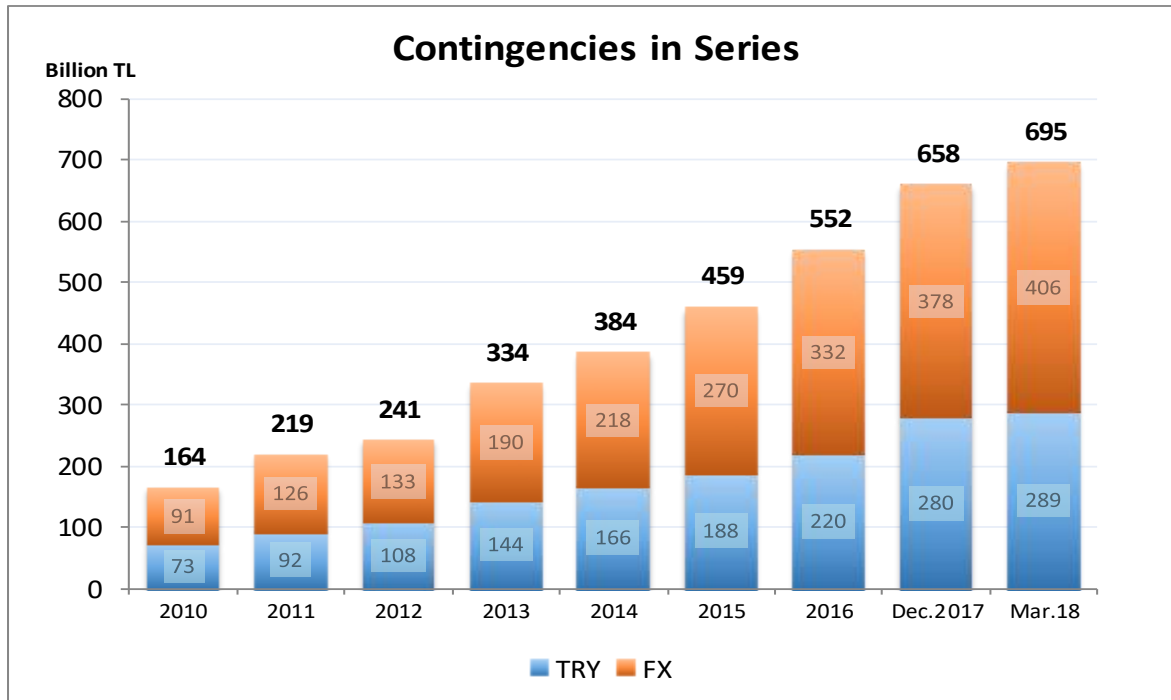


The ratio of asset size of Turkish Banking Sector to GDP realized as 1,05 as of end-2017.

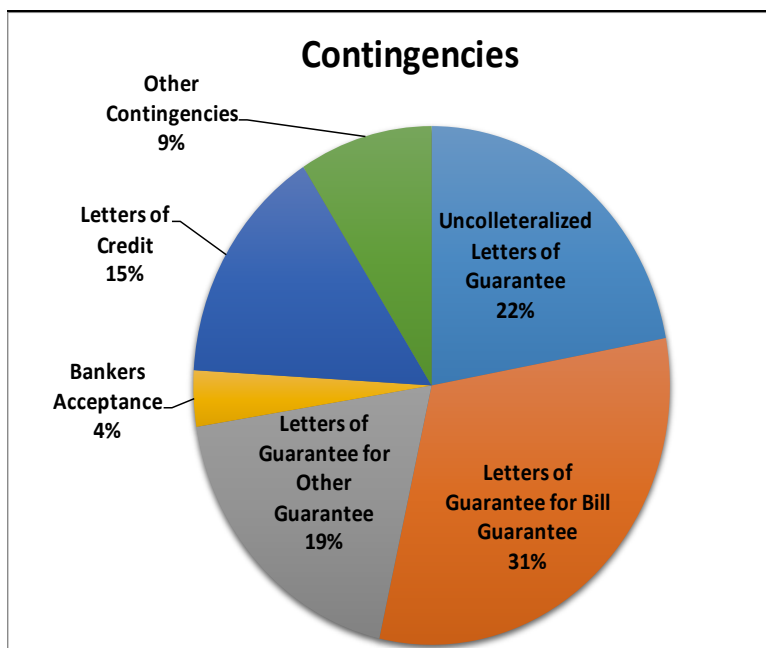
Selected Balance Sheet Figures



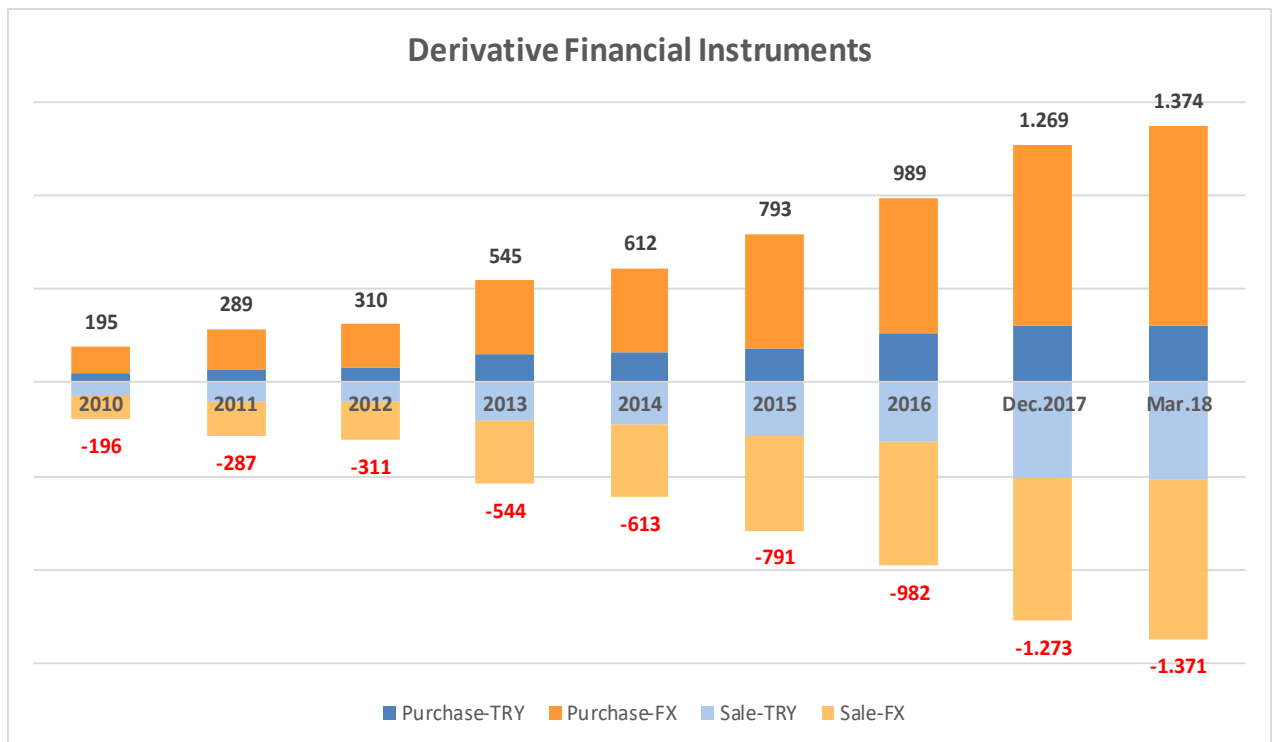
Off-Balance Sheet Figures



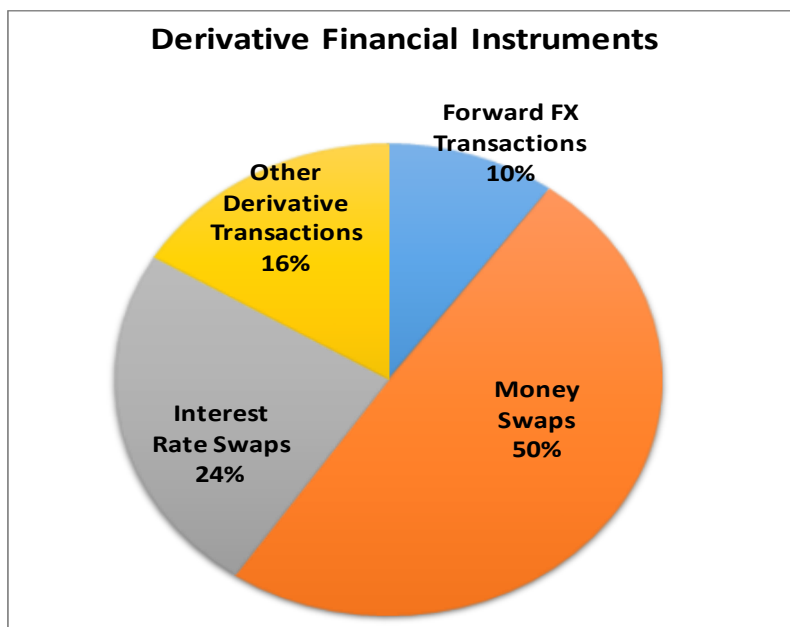
As of March 2018, size of contingencies realized as TL 695 billion.



As letters of guarantee is the biggest share in contingencies, share of letters of credit is 15%.

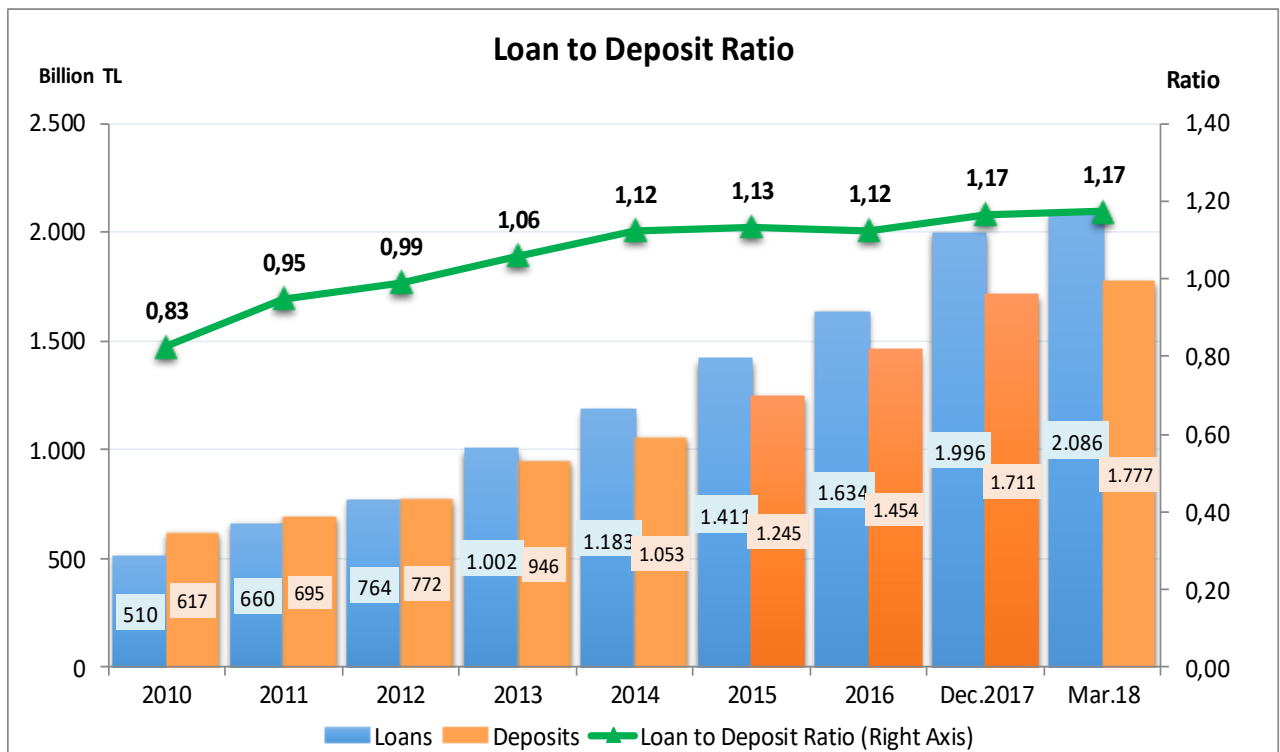


As of March 2018, derivative purchase amount realized as TL 1.374 billion and derivative sales amount realized as TL 1.371 billion.



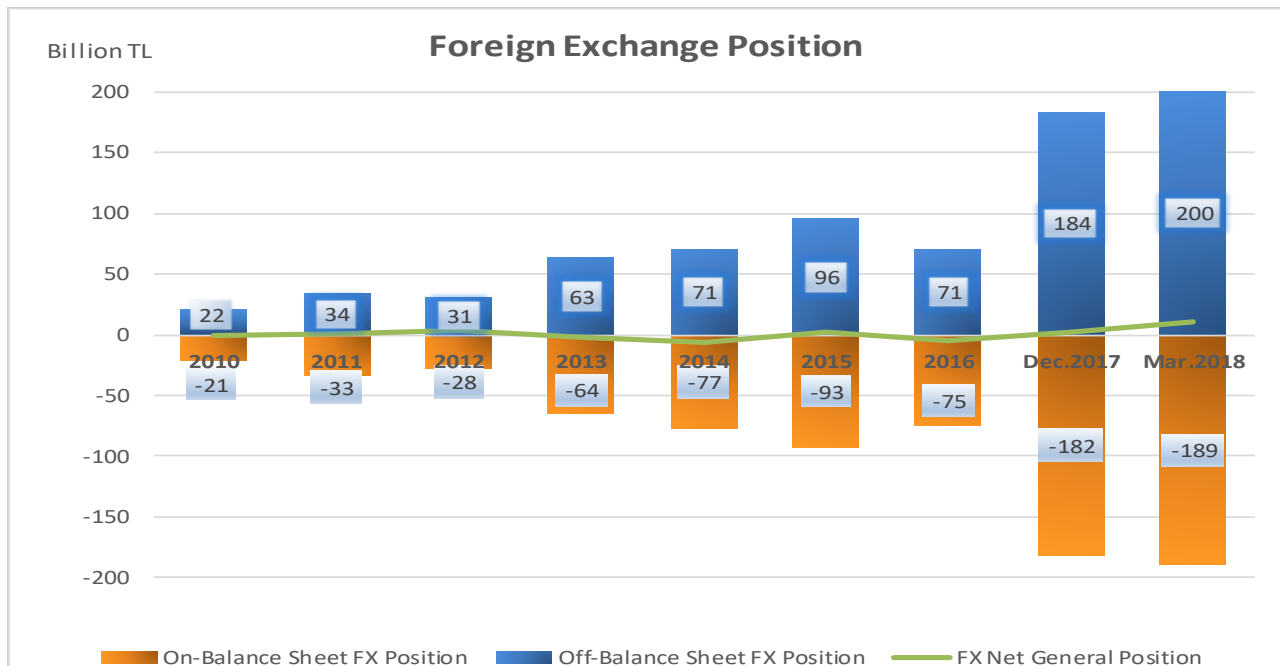
50% of derivative transactions in off-balance sheet items is from swap money transactions, 24% from swap interest rate transactions and 10% is from forward exchange transactions.

Development of Main Figures



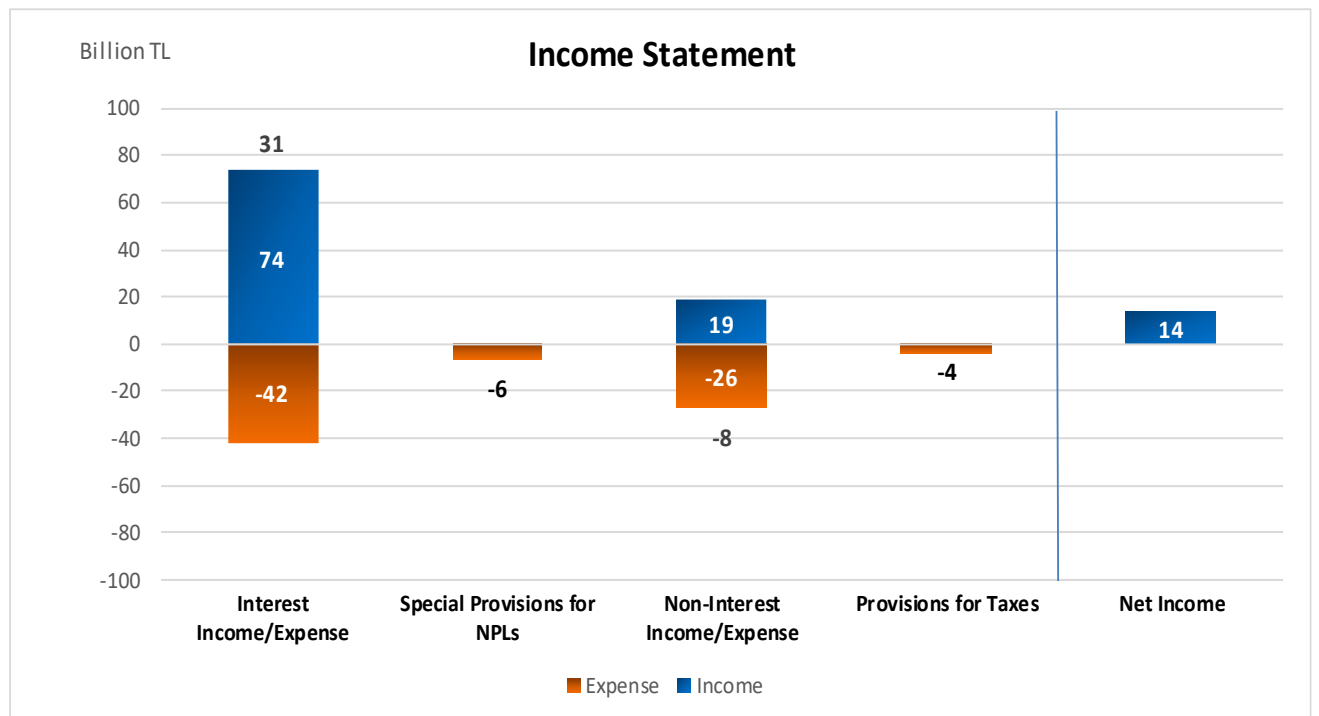
While loans in the fourth quarter of the year realized as TL 2.086 trillion, deposit realized as TL 1.777 trillion. Conversion ratio of deposit to loans is 1,17 as of March 2018.

*Total loans doesn't include loans of development and investment banks.

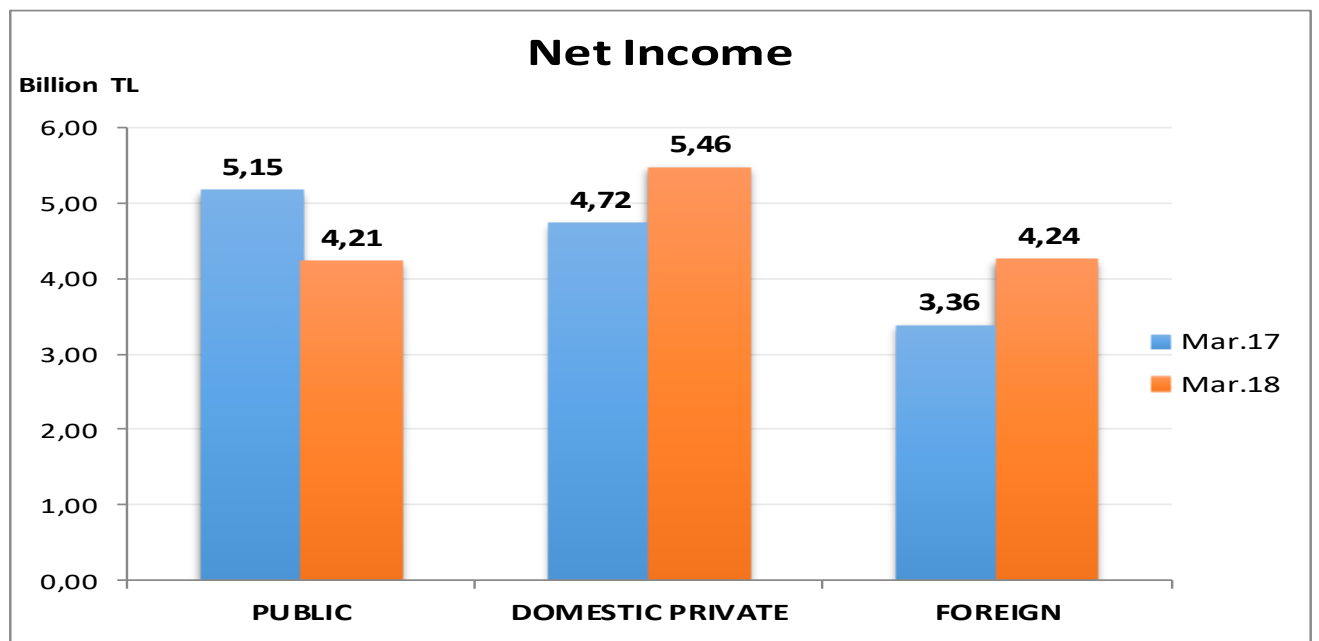


Off-balance sheet FX position has a surplus of TL 200 billion while on-balance sheet FX position has a deficit of TL 189 billion and FX Net General Position has a surplus of approximately TL 11 billion.

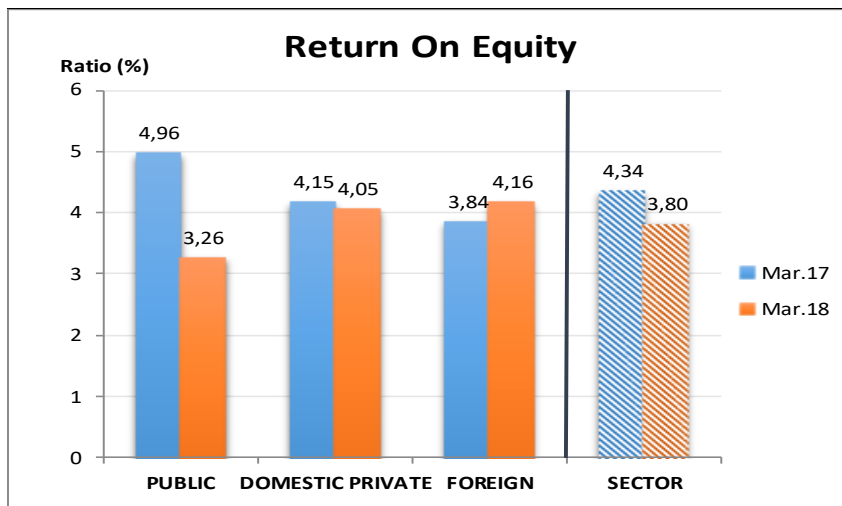
PROFITABILITY



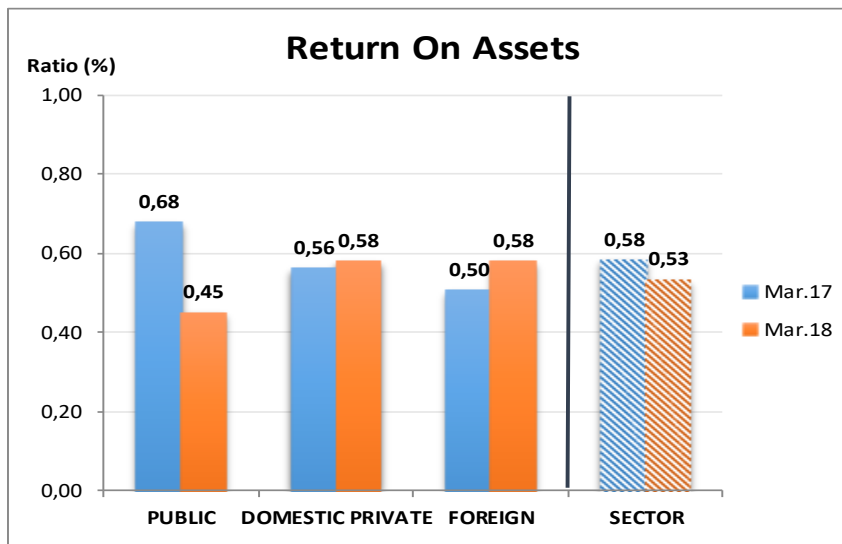
In the income statement of banking sector, interest income realized as TL 74 billion and interest expense realized as TL 42 billion. As of March 2018, net income of Turkish Banking Sector is TL 14 billion.



Net income of March 2018 period increased in public, domestic private and foreign bank groups when compared to the same period of 2017.

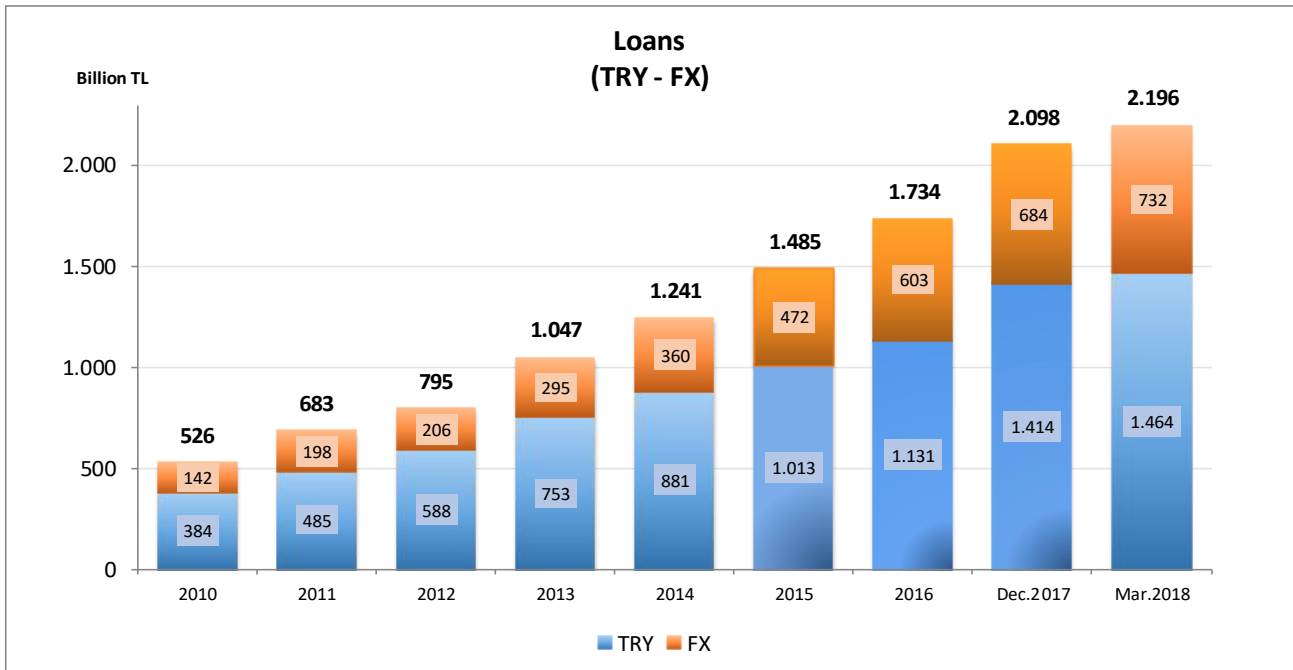


ROE of Turkish banking sector realized lower in public and domestic private, higher foreign banks group when compared to the same period of the previous year.

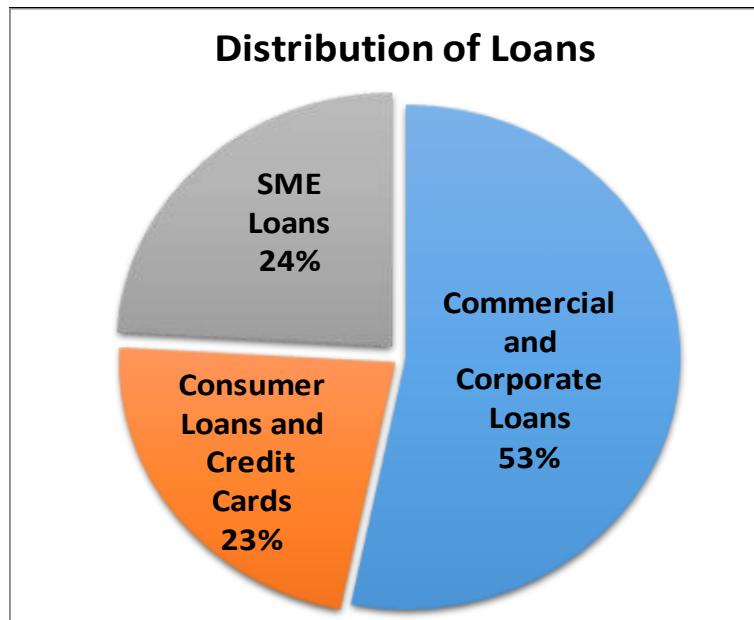


ROA of Turkish banking sector as of March 2018 realized lower as to the same period of the previous year.

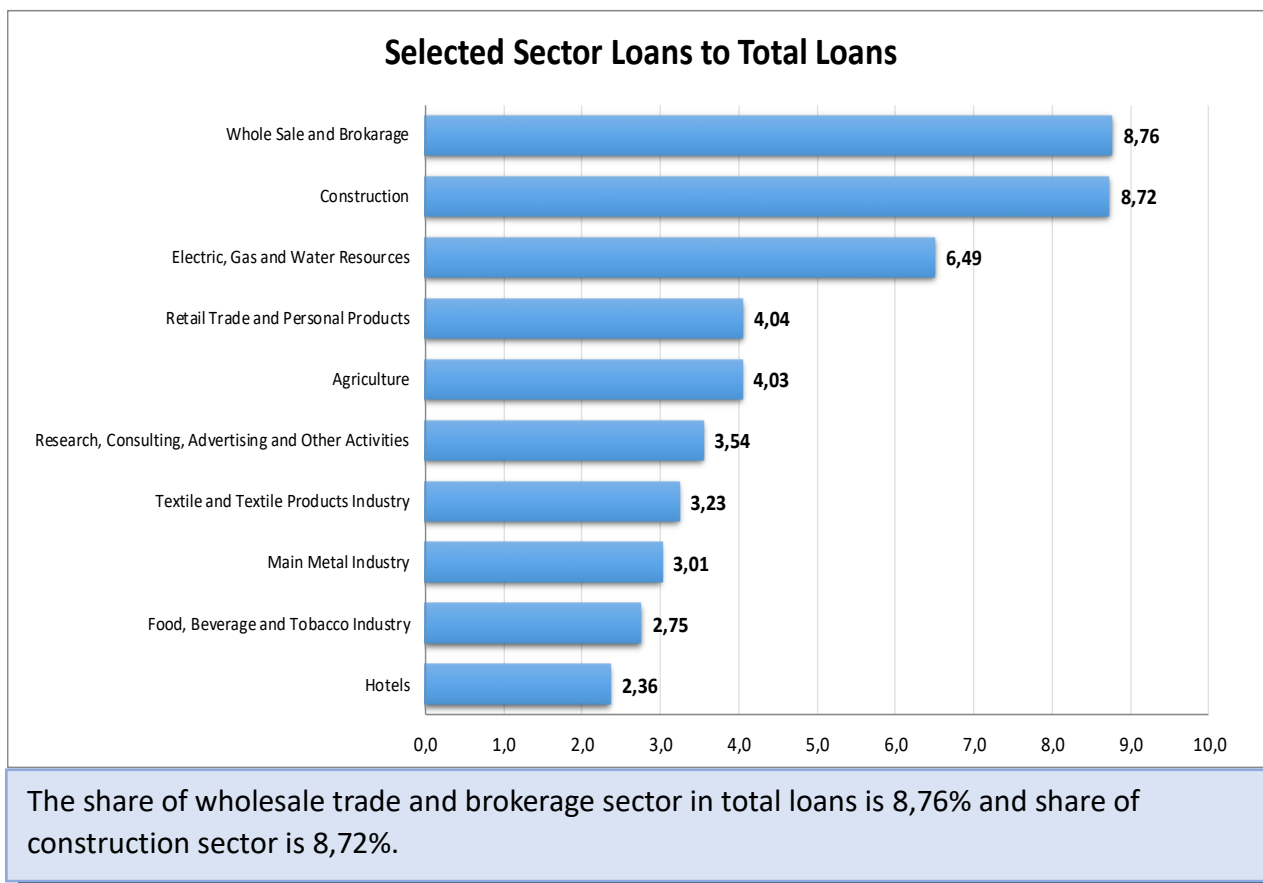
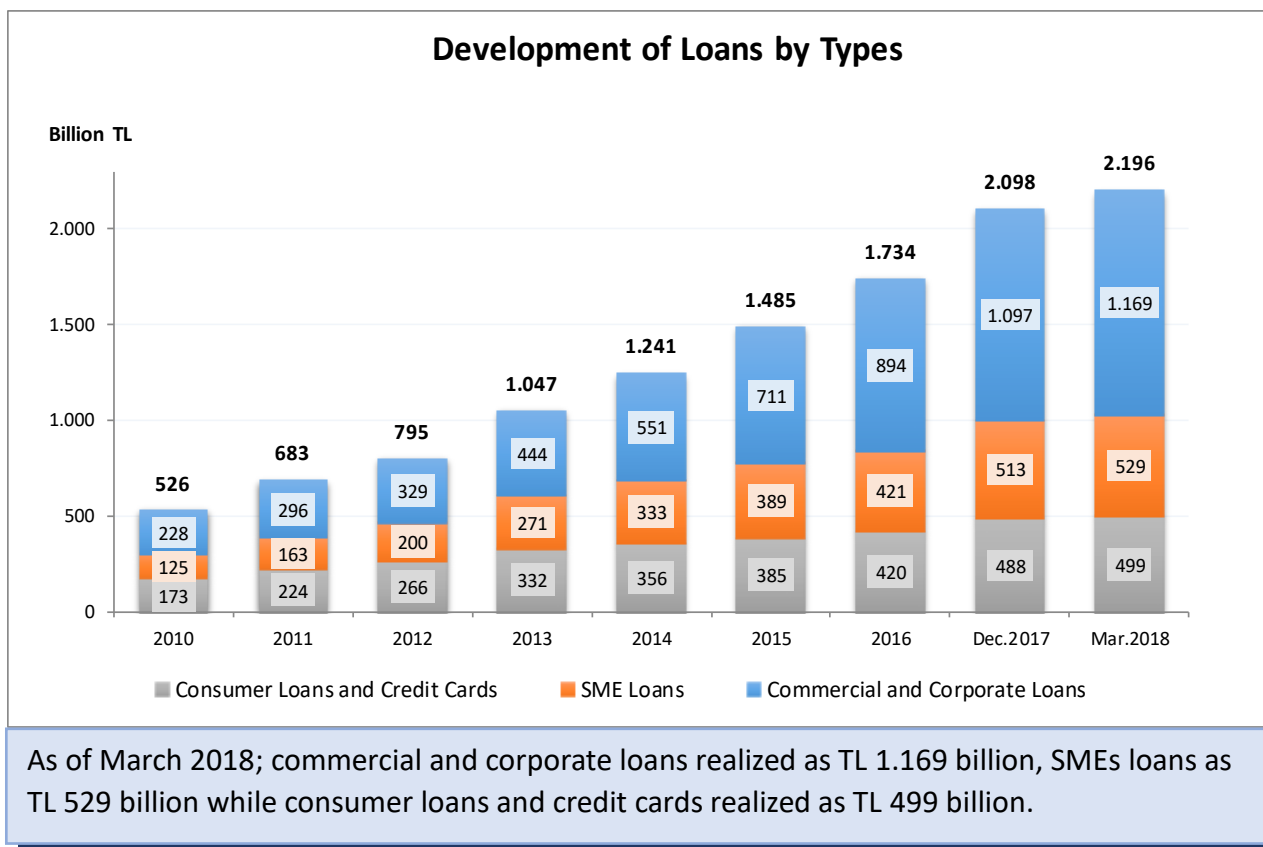
LOANS

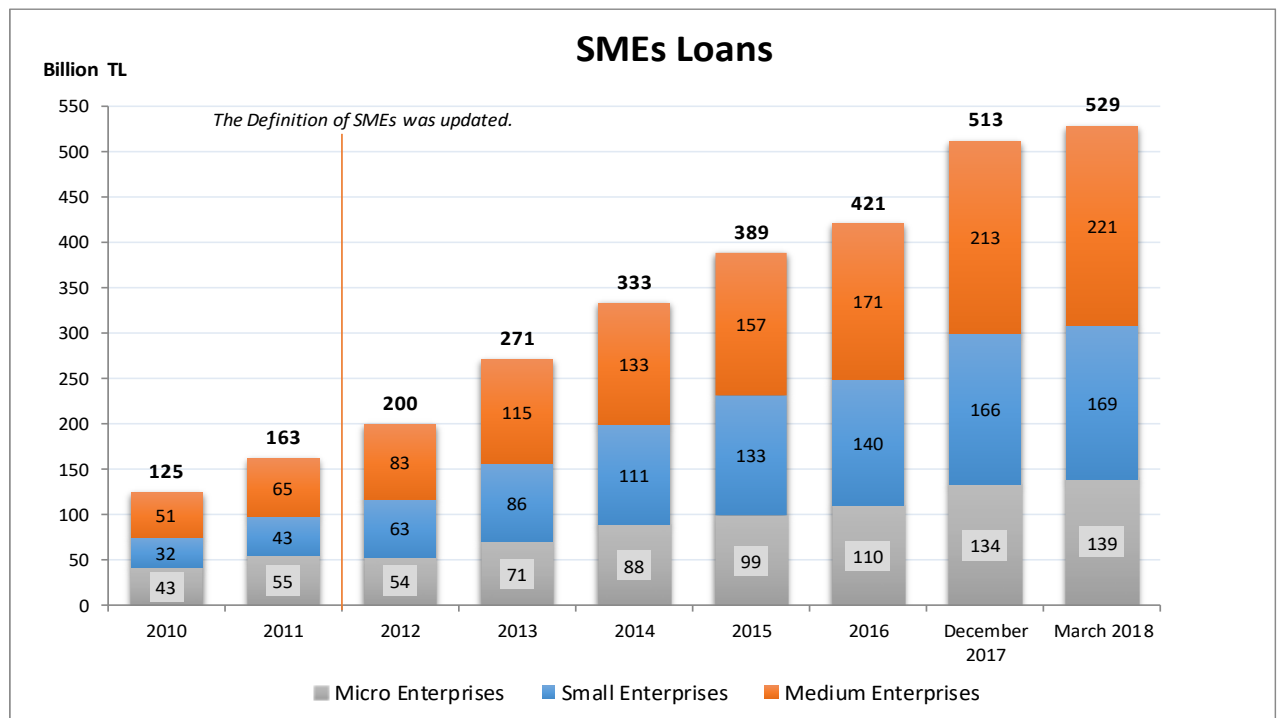


As of March 2018, total loans amount to TL 2.196 billion and TL 1.464 billion of the mentioned amount is comprised of TL loans while TL 732 billion is comprised of FX loans.

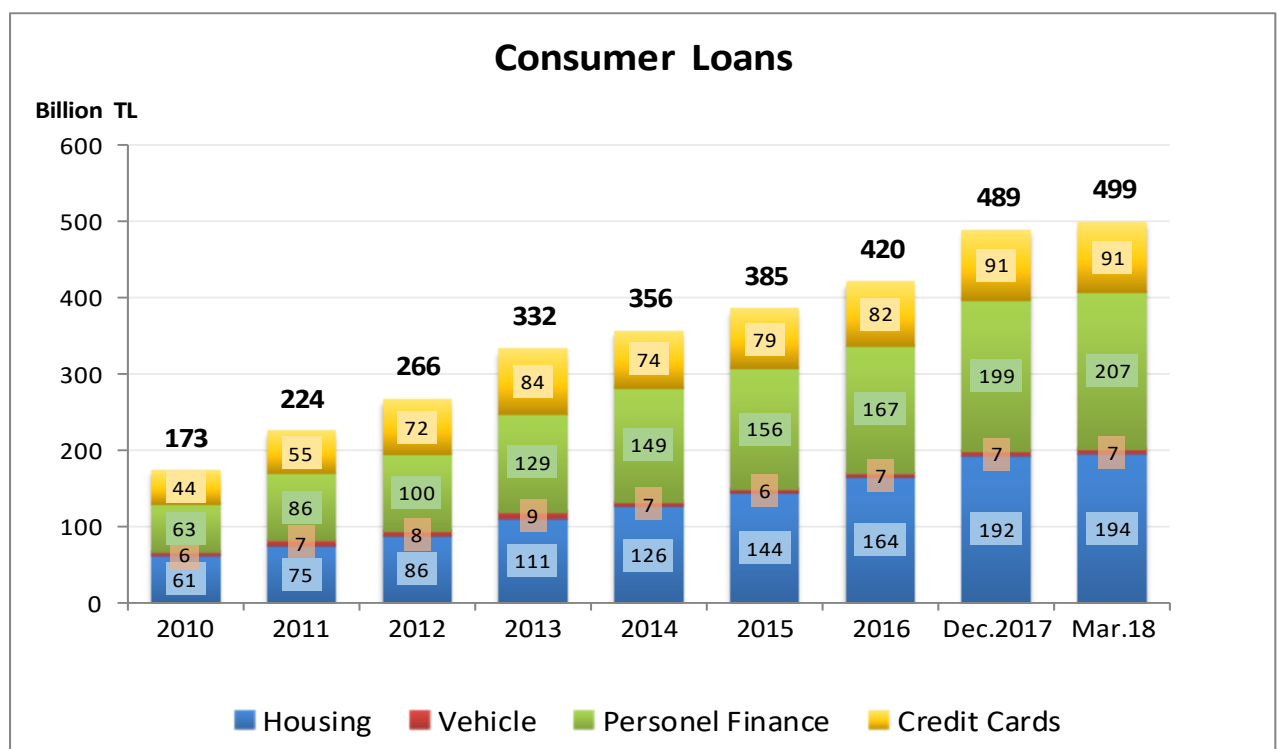


Share of commercial and corporate loans is 53%, share of SMEs loans is 24% and share of consumer loans (including credit cards) is 23% in total loans.

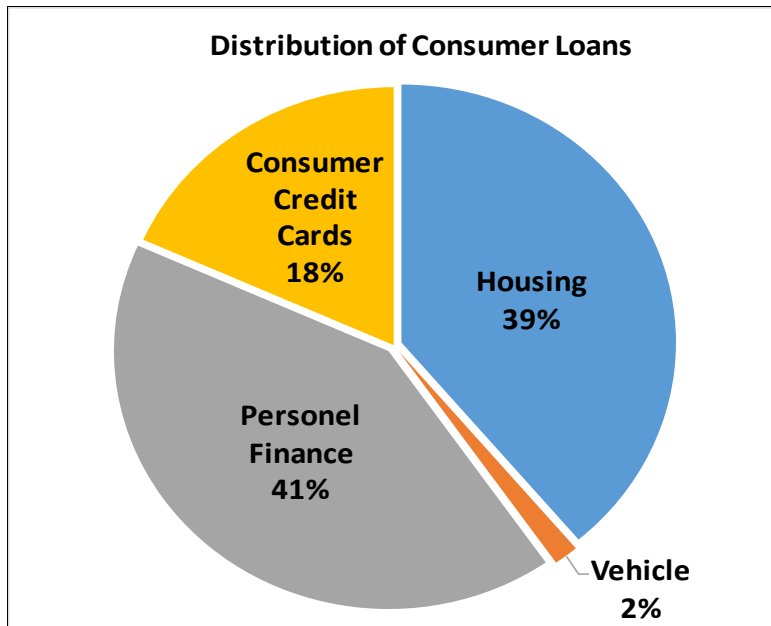




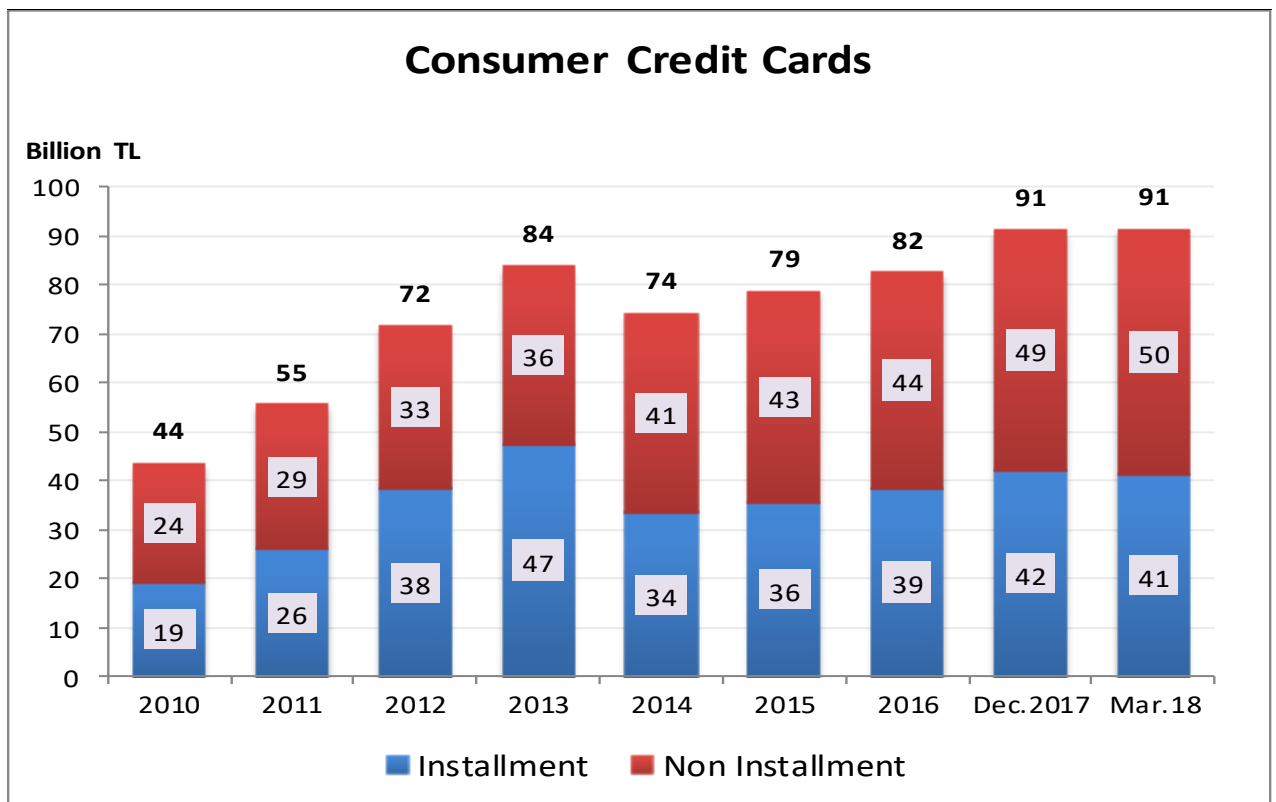
According to operating classes, SMEs loans increased when compared to the previous quarter.



In March 2018 period, consumer loans increased as to the previous quarter and realized as TL 499 billion. Housing loans, credit cards as well as personal finance loans realized as TL 194 billion, TL 91 billion and TL 207 billion, respectively.

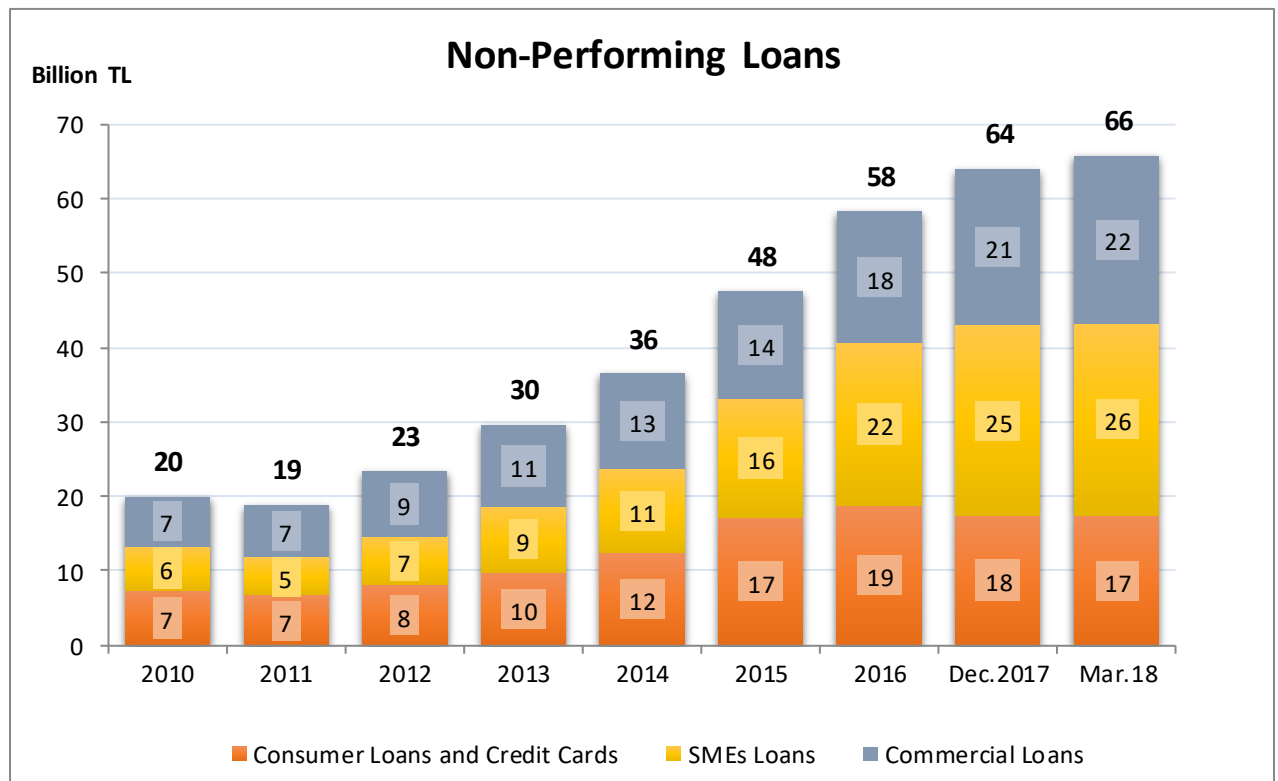


In consumer loans, the share of personal finance loans is 41%, housing loans 39% and share of credit cards is 18%.

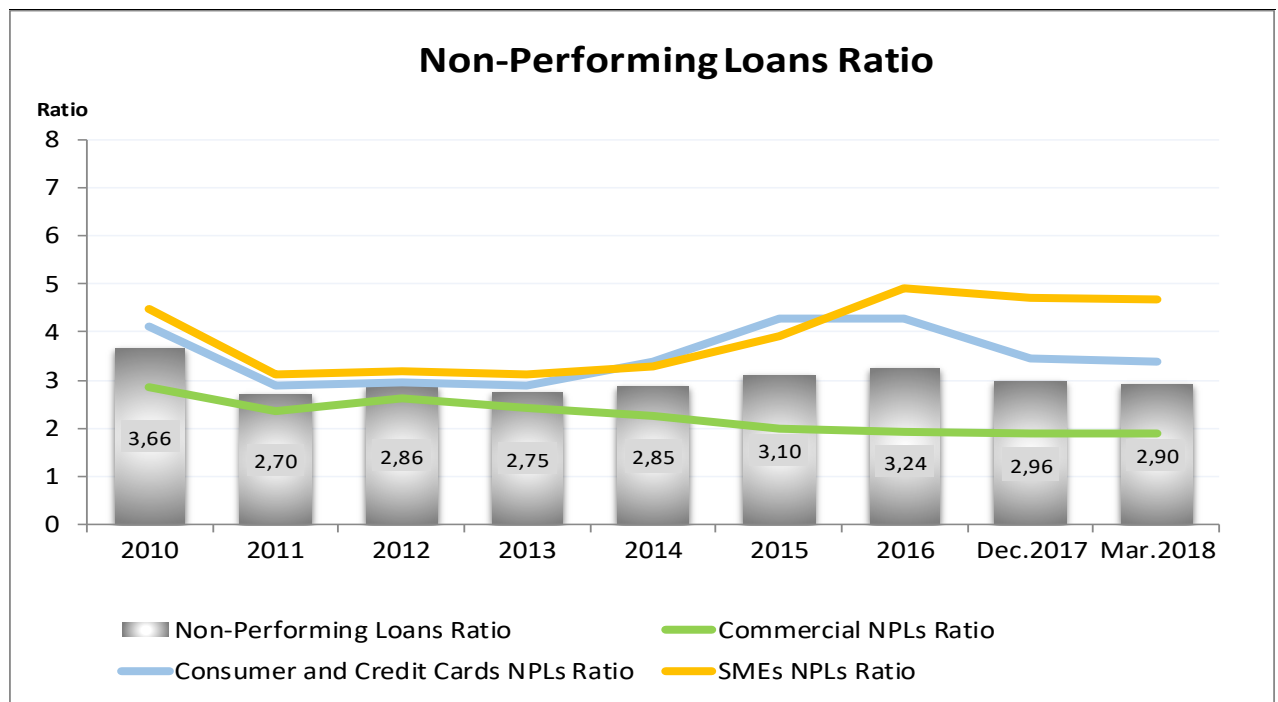


Personal credit cards amount was the same when compared to the previous period and realized as TL 91 billion in March 2018.

Non-performing Loans

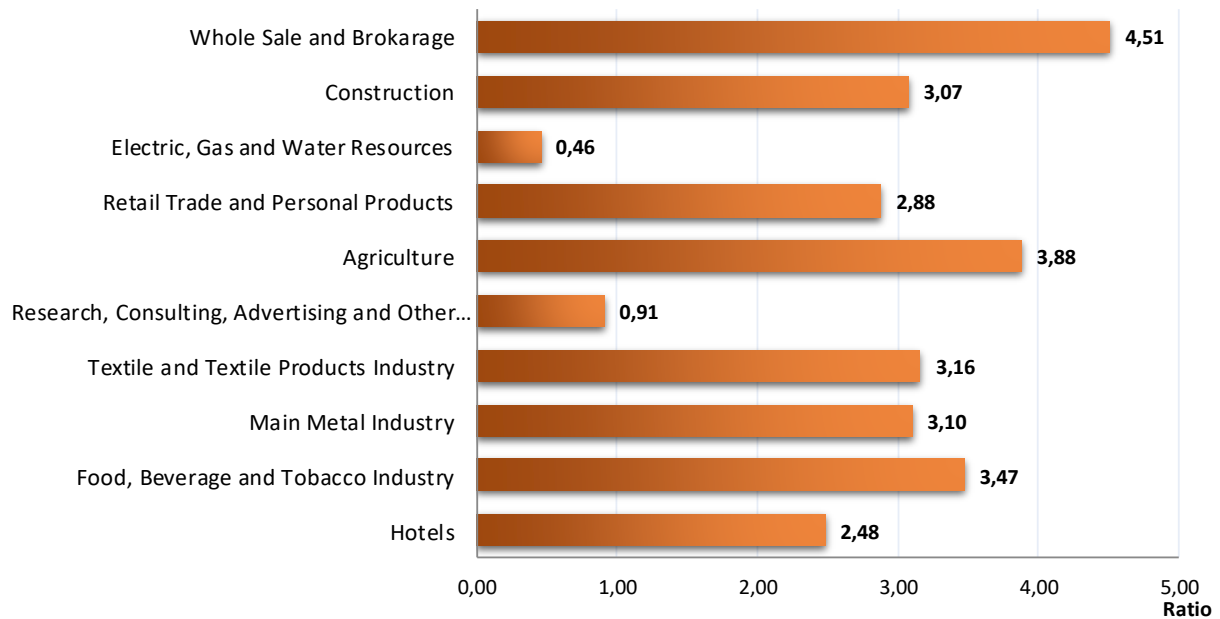


As of March 2018, gross amount of NPLs is TL 66 billion.



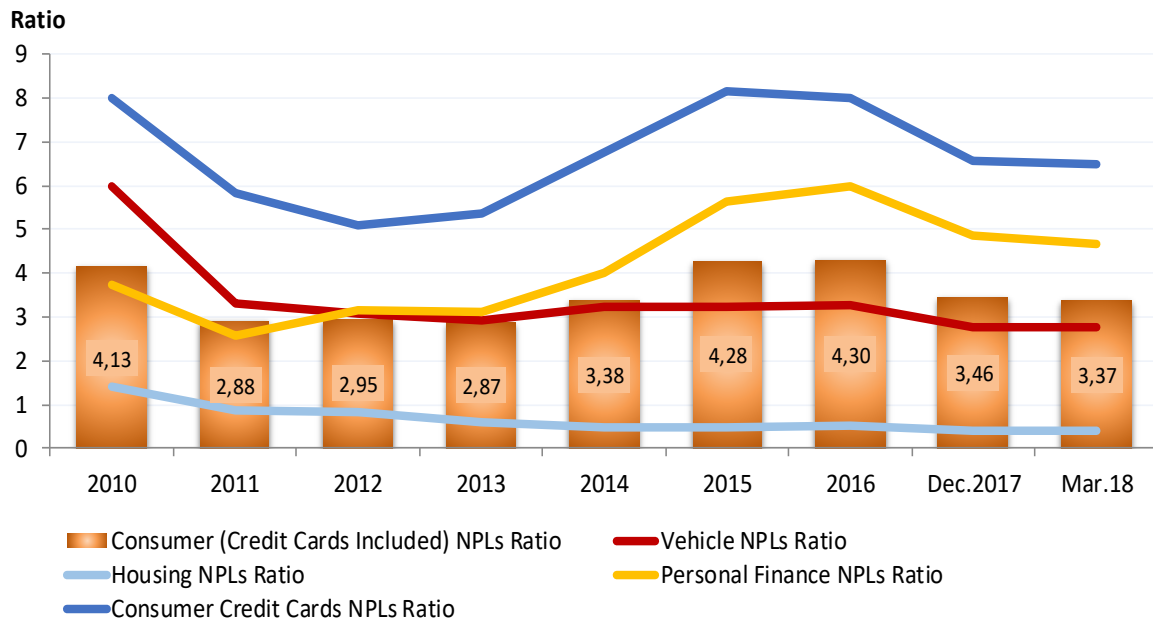
NPLs to Loans ratio in banking sector realized as 2,90% in March 2018.

Selected Sectors NPLs Ratios



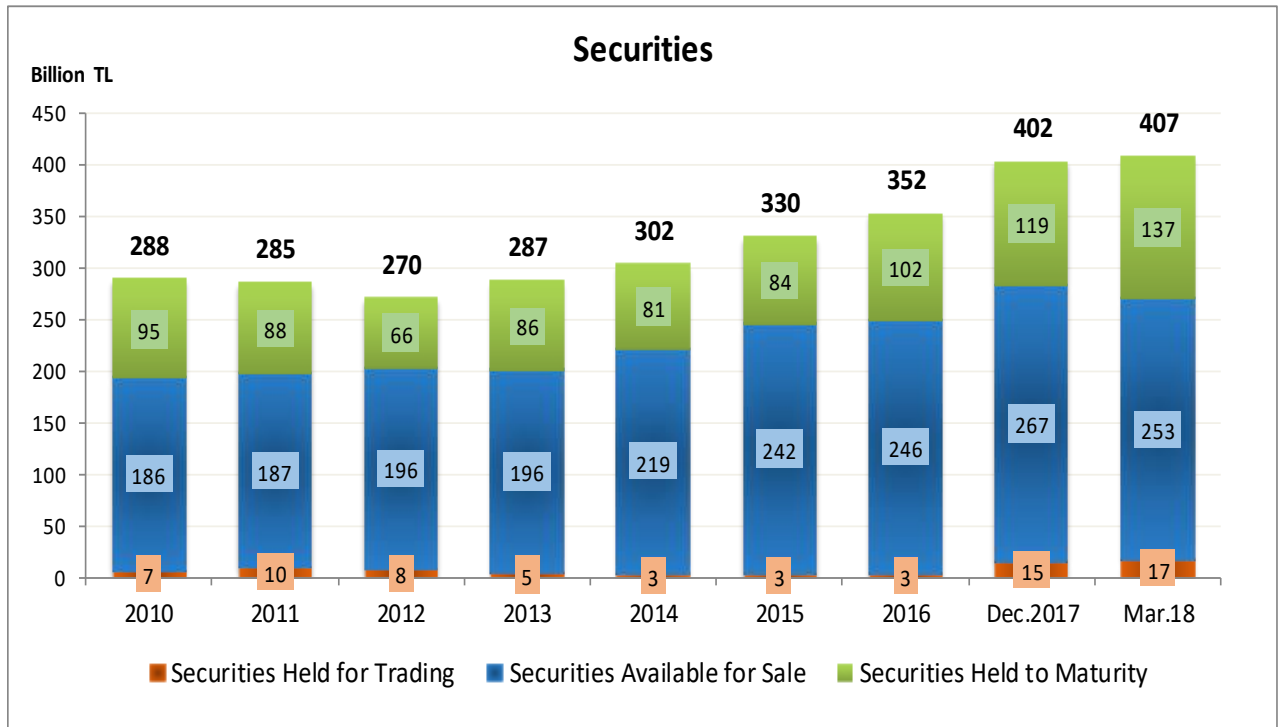
NPLs to Loans ratio in sectoral loans realized as 4,51% in wholesale trade and brokerage, 3,07% in construction sector and 2,88% in retail trade and personal products sector.

Consumer NPLs Ratios

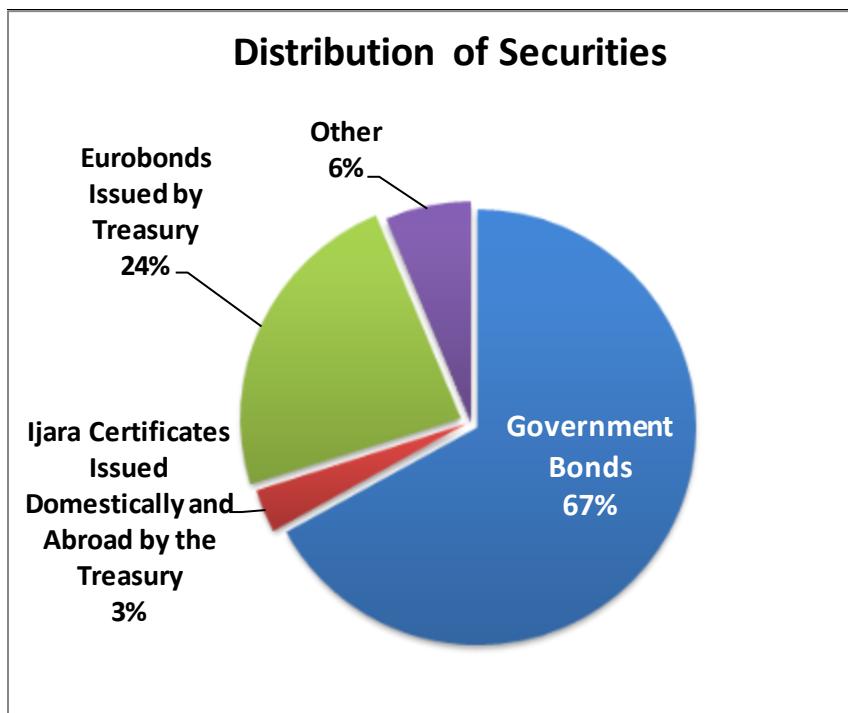


NPLs to Loans ratio of consumer loans (including personal credit cards) realized as 3,37% in March 2018 period.

Securities

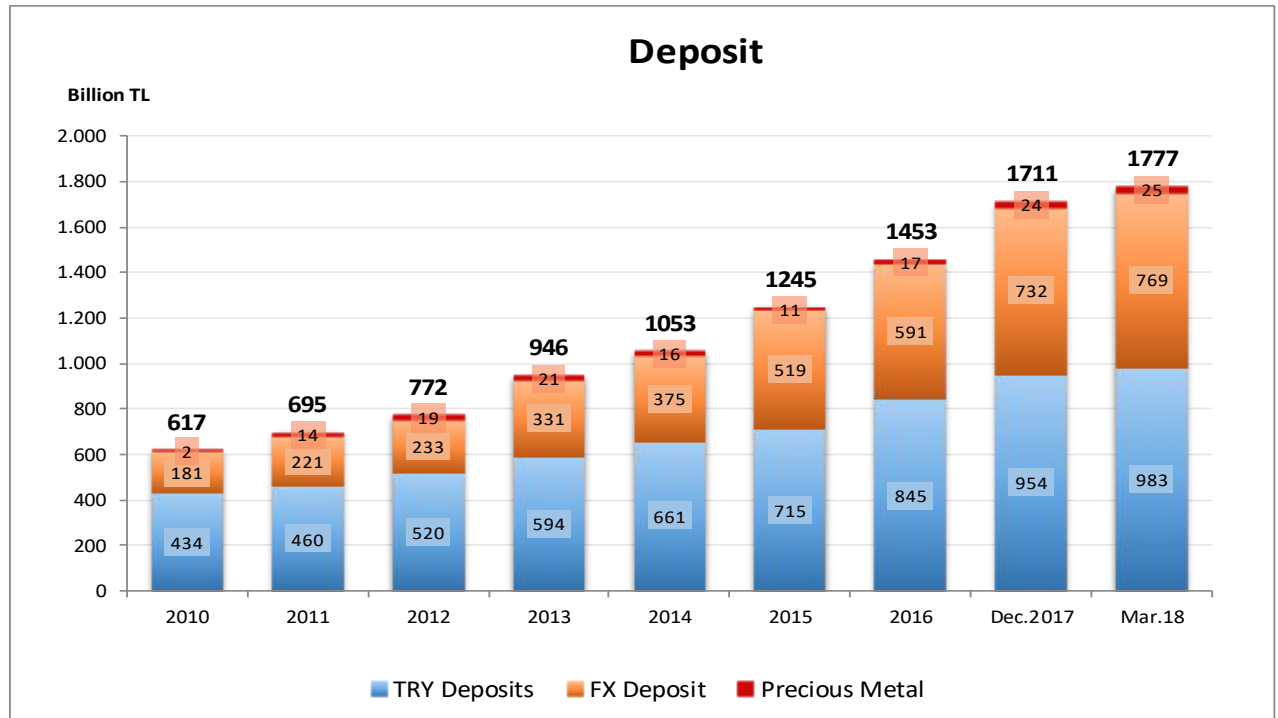


Total securities increased when compared to the previous quarter and realized as TL 407 billion.

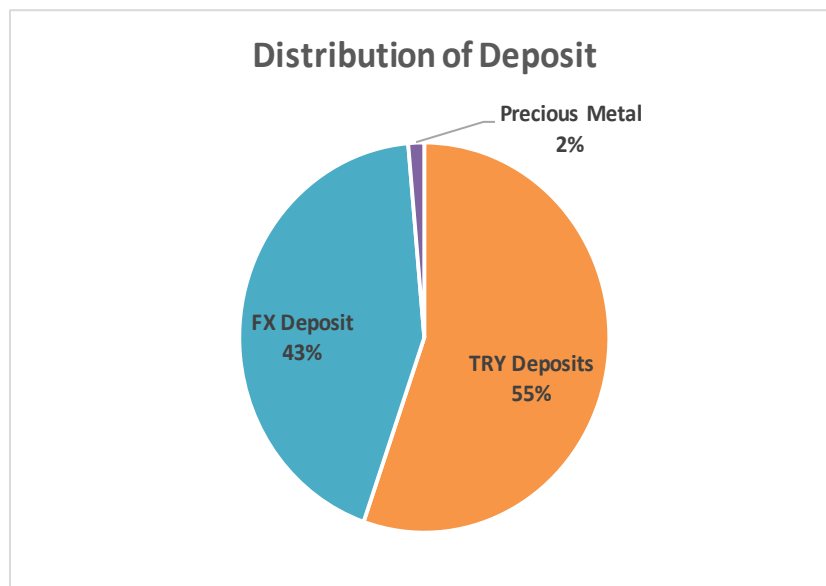


67% of securities are comprised of Government bonds, 24% are Eurobond issued by Treasury and 3% are comprised of sukuk.

Deposit

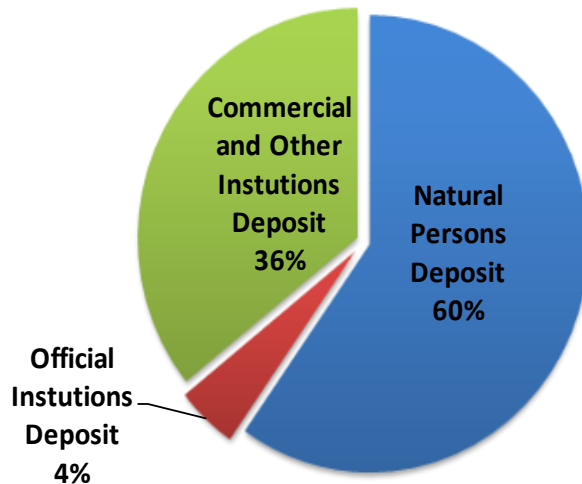


TL 983 billion of total deposits is comprised of TL Deposits /Participation Funds, TL 769 billion comprised of FX Deposits Account/Participation Funds and TL 25 billion is comprised of precious metals accounts.



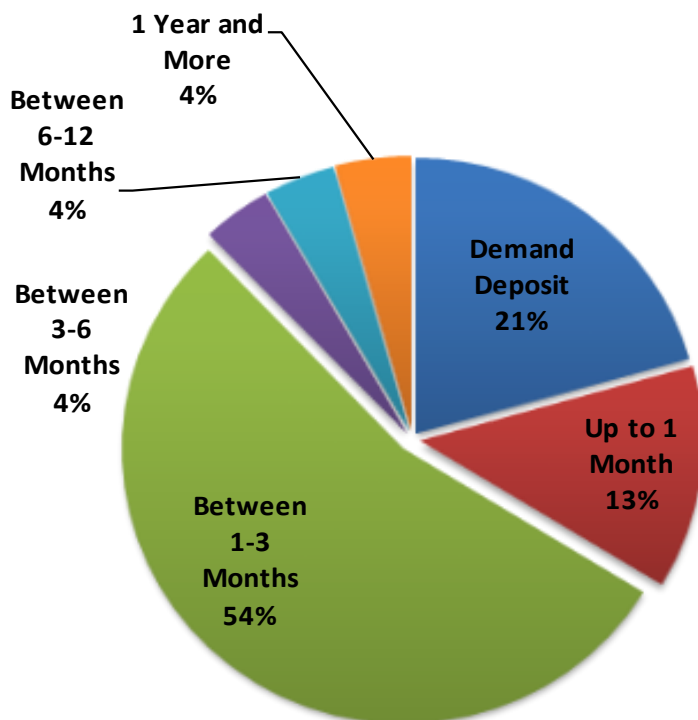
55% of total Deposit is TRY Deposit/Participation funds, 43% of FX Deposit/Participation funds and 2% of Precious Metal.

Deposit According to Types



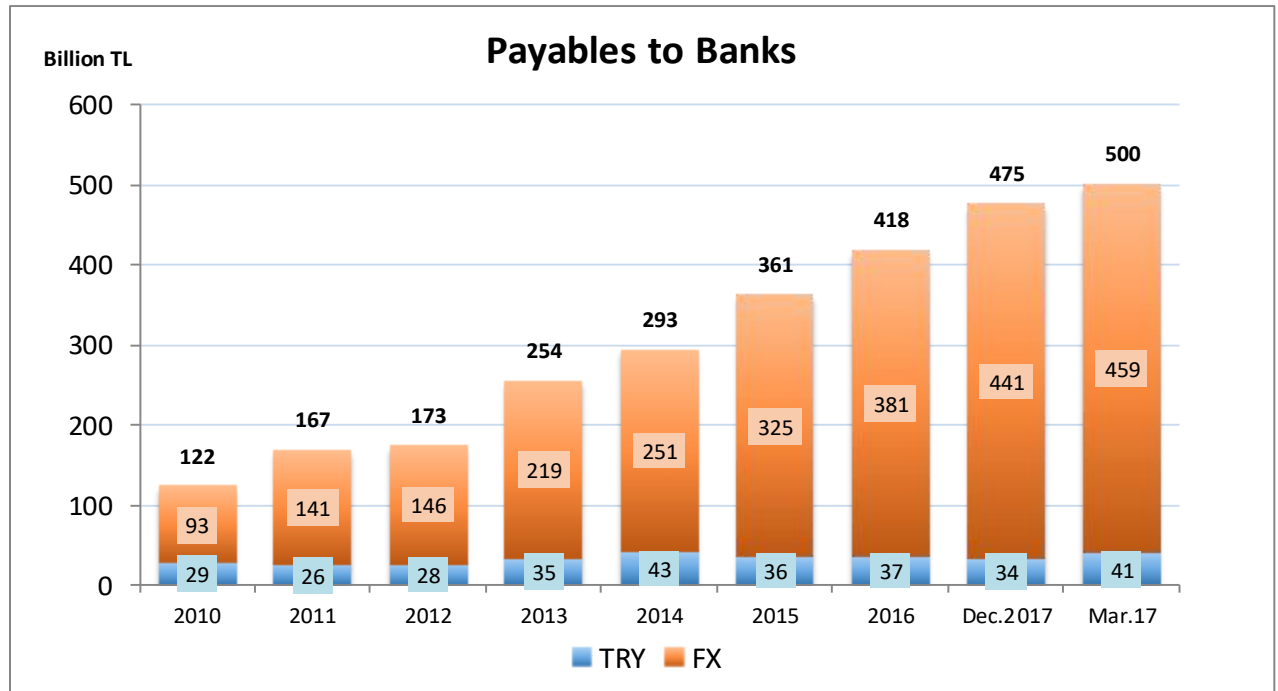
While 60% of deposits is comprised of natural person deposits, the share of commercial and other institutions deposit is 36% and share of official institutions' deposit is 4%.

Deposit According to Maturity(%)

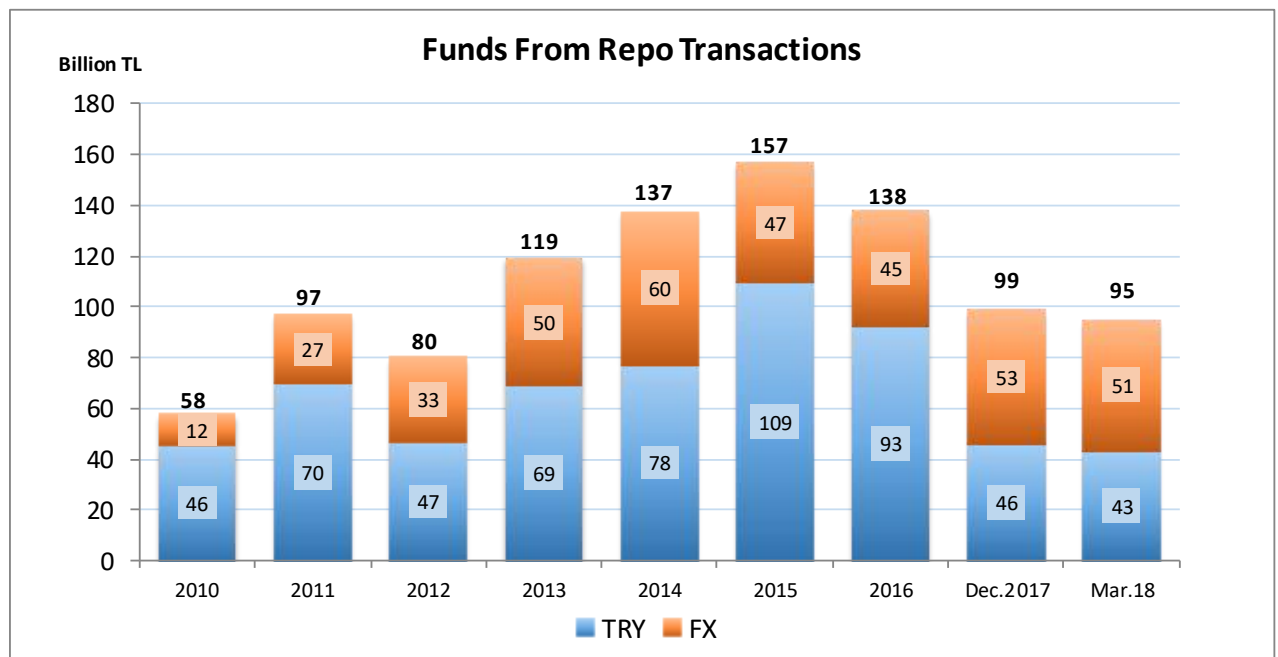


The share of demand deposit in total deposits by their opening maturities is 21% and share of 1-3 month deposits is 53%.

Payables to Banks and Repo Transactions

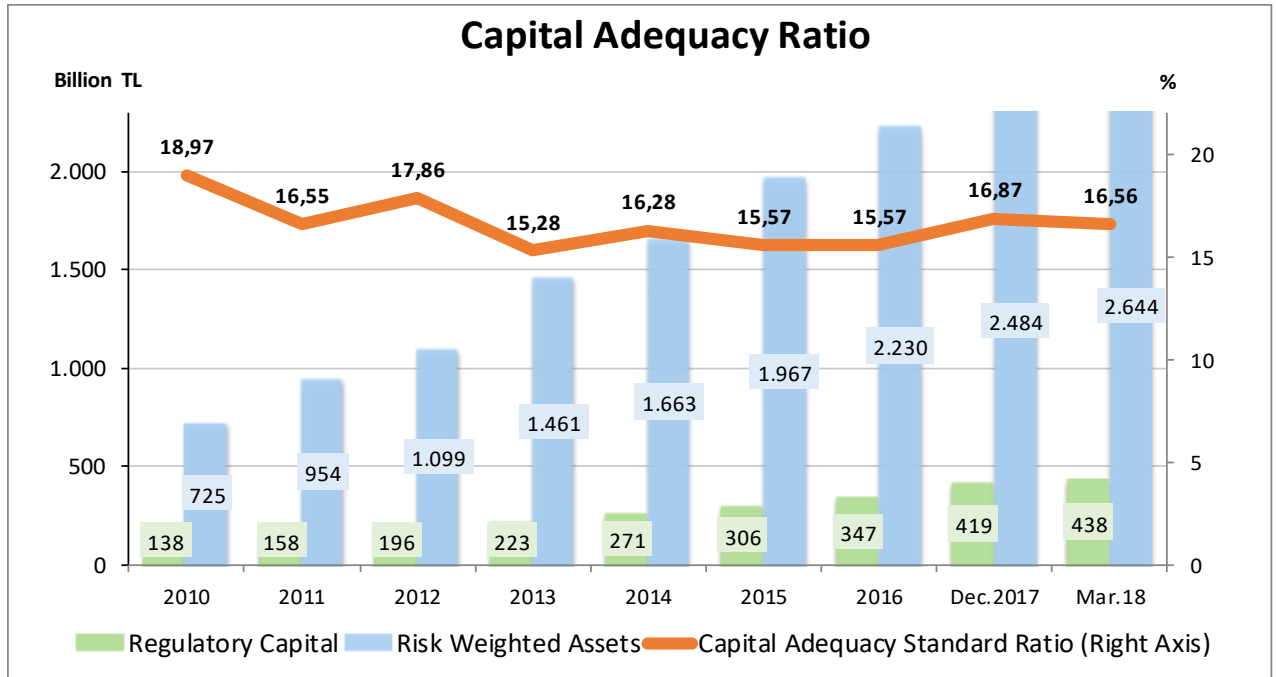


Payables to banks amount to a total of TL 500 billion as TL 41 billion Turkish Lira and TL 459 billion FX.

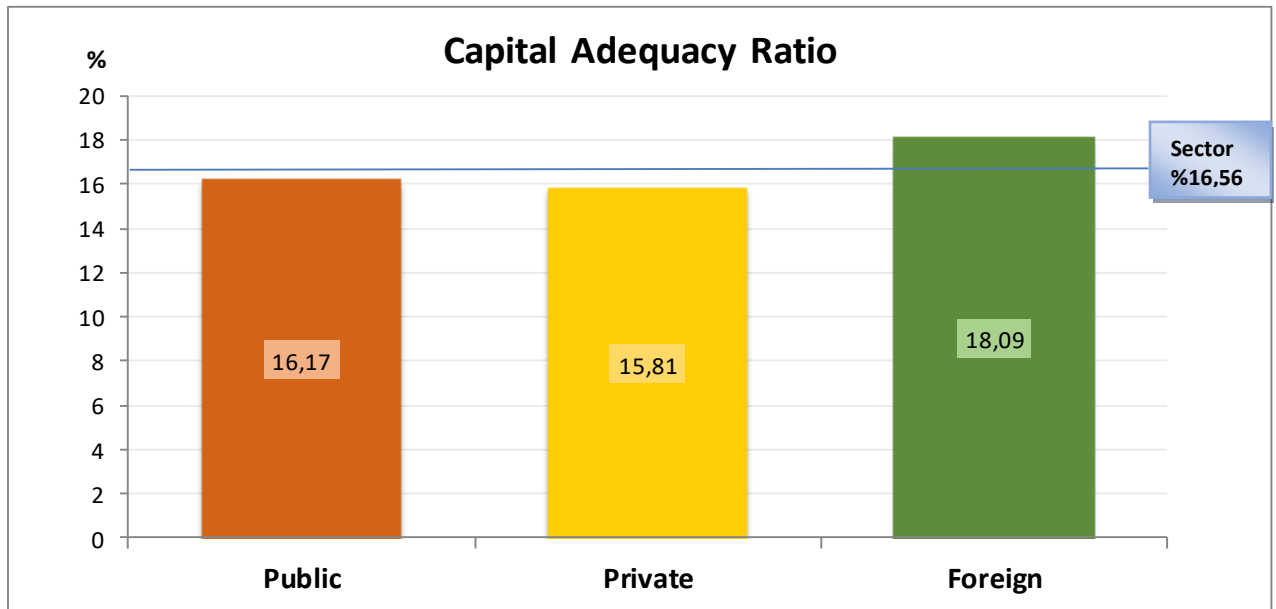


Fund amount from Repo transactions increased when compared to the previous quarter and realized as TL 95 billion in March 2018.

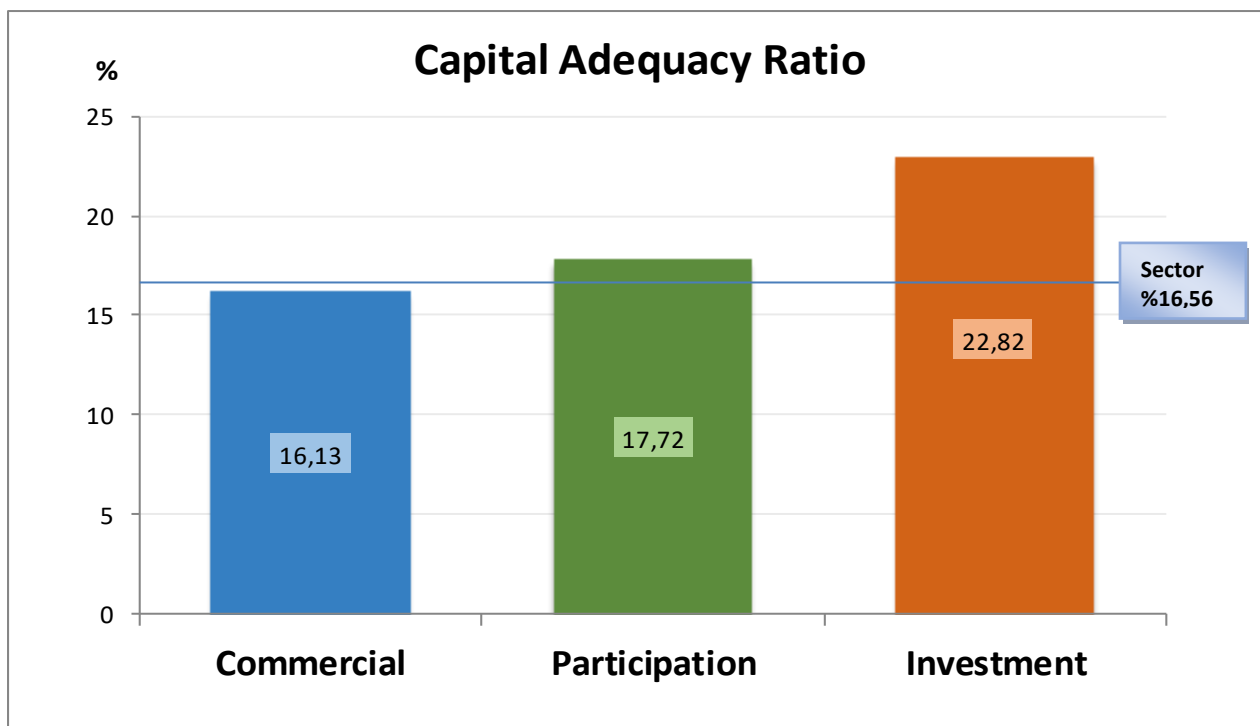
Capital Adequacy



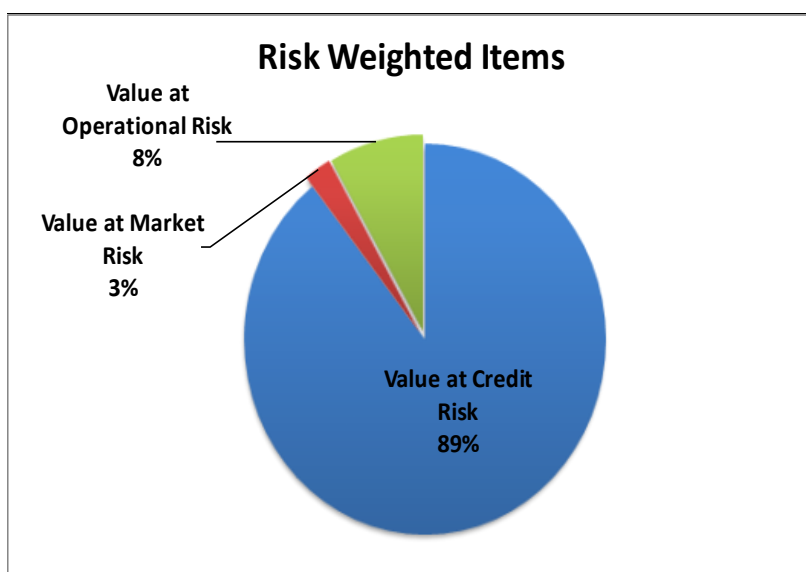
Capital adequacy ratio of Turkish Banking Sector realized as 16,56 % in March 2018.



By bank ownership groups, capital adequacy of foreign banks is above the sector average by 18,09 %.



By function groups, capital adequacy ratio realized as 16,13%, 17,72% and 22,82% for deposit banks, participation banks as well as development and investment banks, respectively.



In capital adequacy calculation, 89% of risk-weighted assets is comprised of amount subject to credit risk, 8% comprised of amount subject to operational risk and 3% comprised of amount subject to market risk.

EXPLANATIONS

- In Turkish Banking Sector Main Financial Data publication prepared by the Banking Regulation and Supervision Agency (BRSA), statistical information on selected financial statements of banks are prepared by using non-consolidated temporary financial statements.
- Gross Domestic Product (GDP) is the data on current prices published by Turkish Statistical Institute.
- Resource of the information published is the periodical reports taken via Bank Reporting System and sent by banks on electronic media. Mentioned periodic information may change after its publication due to the updates made by various reasons.
- Monetary amounts published, unless stated otherwise, is “TL Billion” and there may be differences in some sub-groups arising from arithmetic sum and rounding.
- Detailed data by sector, bank groups and function groups can be accessed from Turkish Banking Sector Interactive Monthly Bulletin application.
- Data and explanations on the scope of data in Interactive Monthly Bulletin are also valid for the data included in this publication.

Department of Data and System Management

Banking Regulation and Supervision Agency

March 2018



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