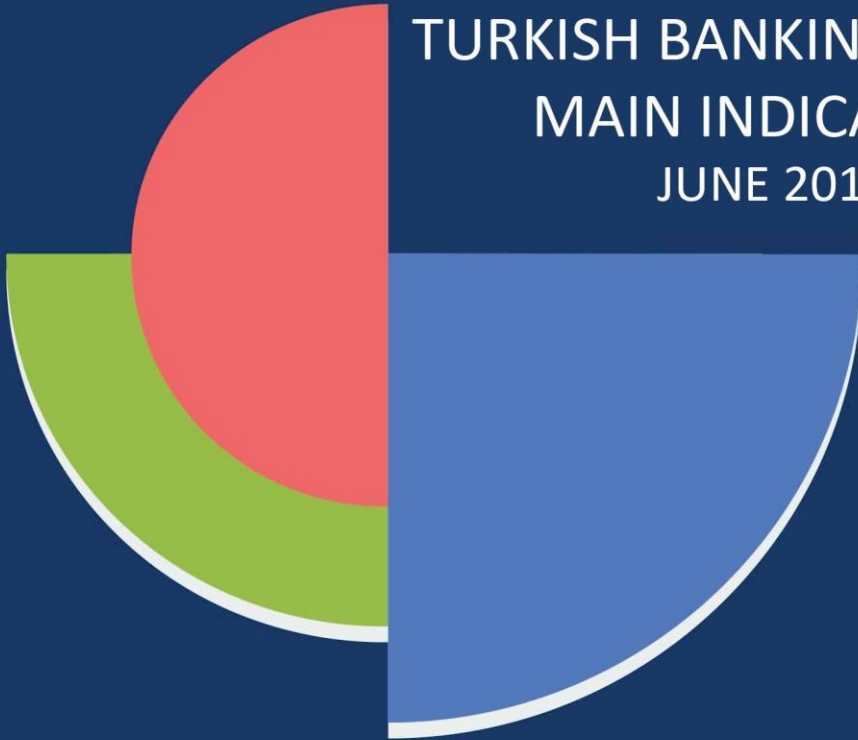




**BANKING
REGULATION AND SUPERVISION
AGENCY OF TURKEY**

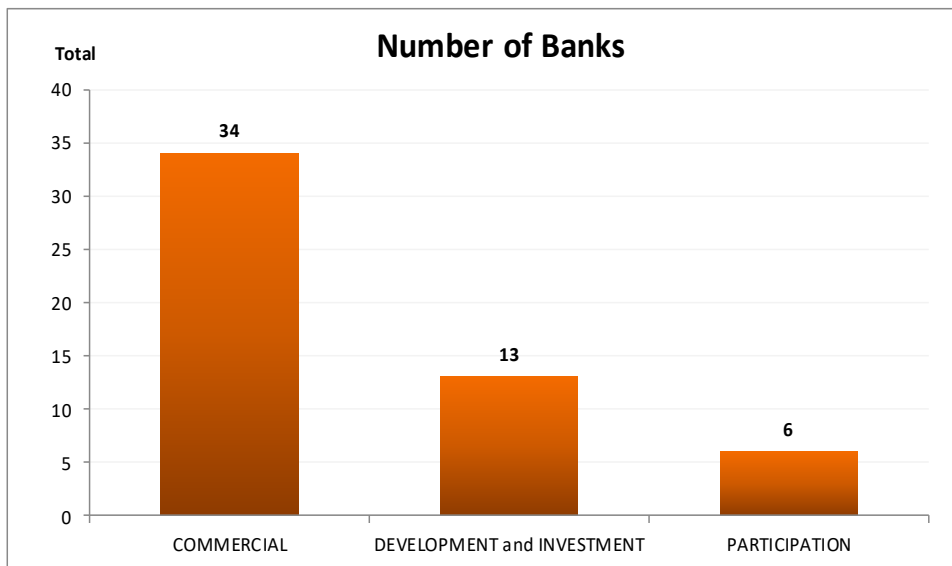


**TURKISH BANKING SECTOR
MAIN INDICATORS
JUNE 2019**

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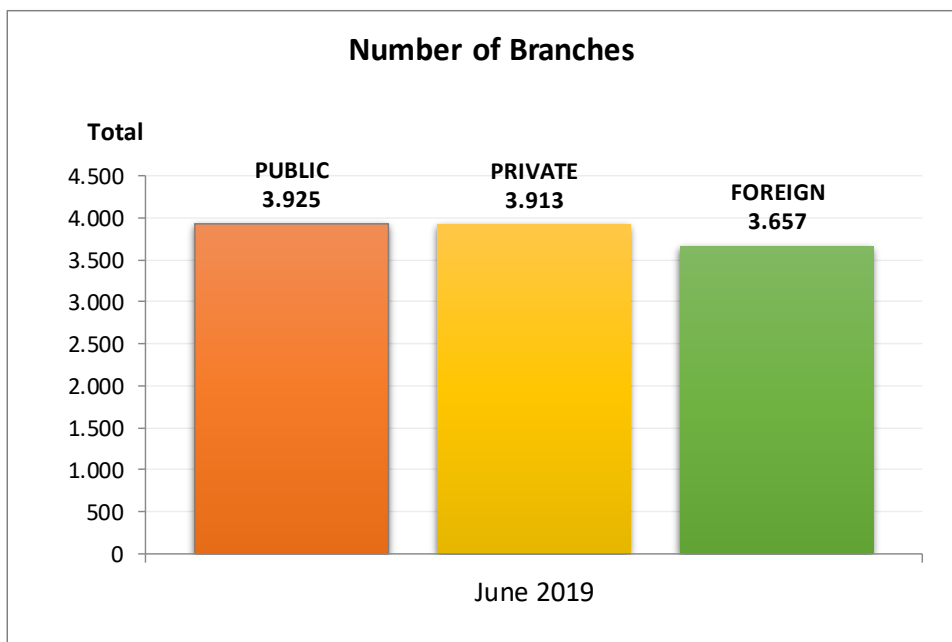
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Number of Banks, Branches and Personnel

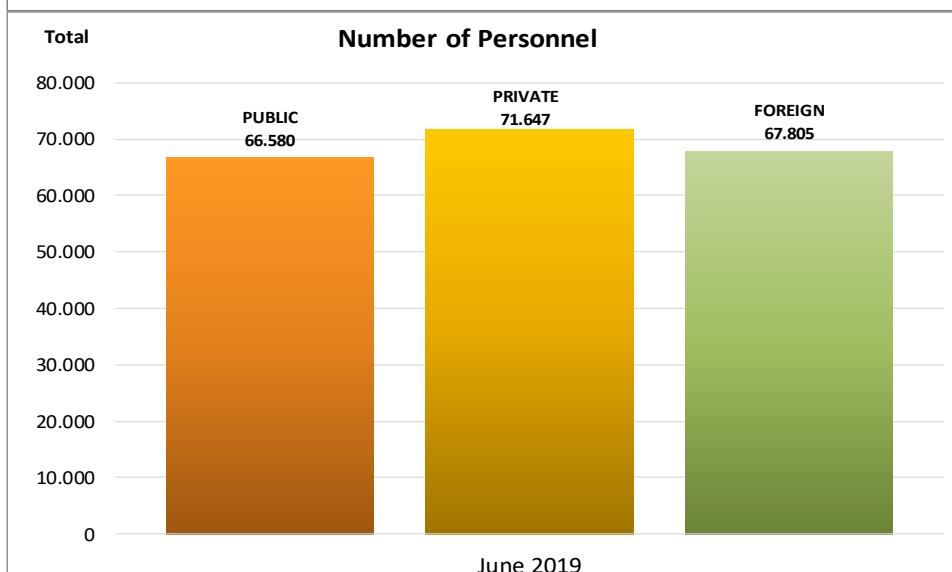


As of June 2019, there are 53 banks operating in Turkish Banking Sector as;

- 34 Deposit banks,
- 13 Development and Investment banks,
- 6 Participation banks.



Number of branches and personnel in banking sector decreased by 29 and 913, respectively when compared to the previous quarter (March 2019).



As of June 2019 period, number of branches realized as 11.565 while number of personnel realized as 207.716.

Selected Balance Sheet Items

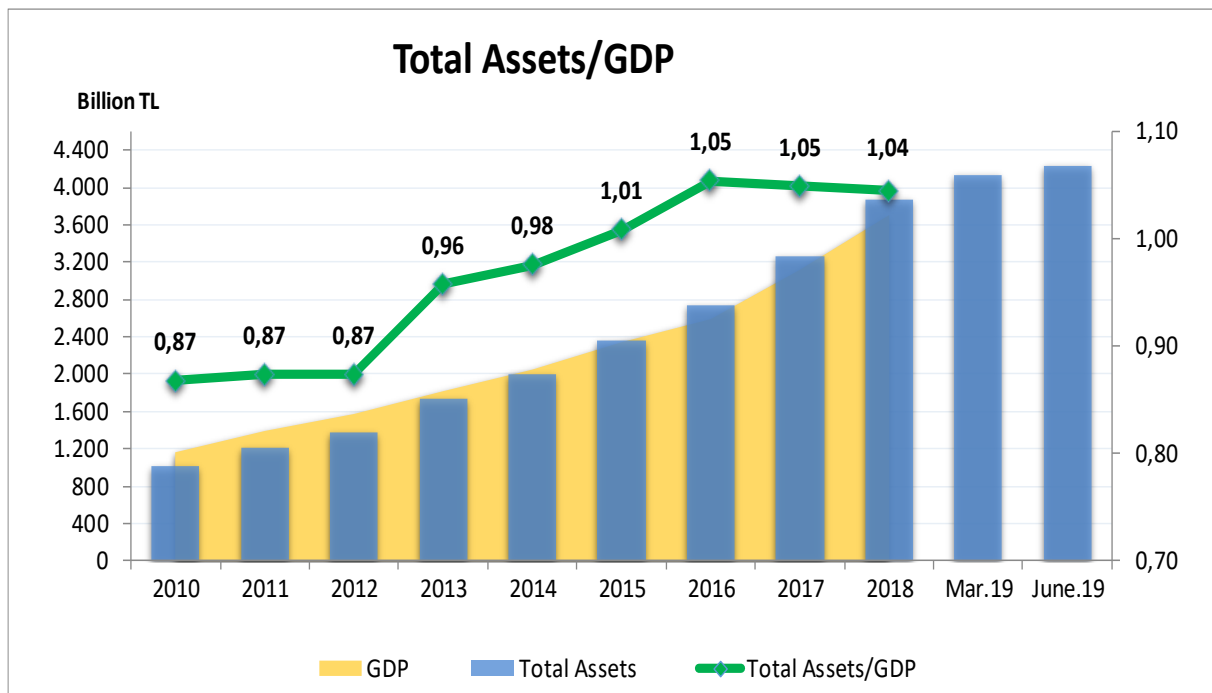
| ASSETS | Total (Billion TL) | Changes (%) | |
|------------------------------|-----------------------|------------------|----------------------|
| | | Previous Quarter | Previous End of Year |
| CASH and CASH EQUIVALENTS* | 436 | -6,6 | 5,8 |
| REQUIRED RESERVES | 198 | 20,6 | 25,0 |
| LOANS | 2.540 | 0,9 | 6,1 |
| NON-PERFORMING LOANS (GROSS) | 116 | 9,2 | 20,2 |
| SECURITIES | 586 | 10,4 | 22,7 |
| OTHER ASSETS | 474 | 3,1 | 11,6 |
| TOTAL ASSETS | 4.234 | 2,3 | 9,5 |
| LIABILITIES | | | |
| DEPOSITS | 2.273 | 2,9 | 11,6 |
| DUE TO BANKS | 565 | -4,8 | 0,5 |
| FUNDS FROM REPO TRANSACTIONS | 161 | -7,2 | 67,2 |
| SECURITIES ISSUED | 204 | -2,2 | 17,3 |
| EQUITIES | 449 | 3,7 | 6,5 |
| OTHER LIABILITIES | 581 | 11,2 | 0,9 |
| TOTAL LIABILITIES | 4.234 | 2,3 | 9,5 |

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

Total assets of Turkish Banking Sector increased by 9,5% to TL 4.234 billion in June 2019 when compared to the previous year-end.

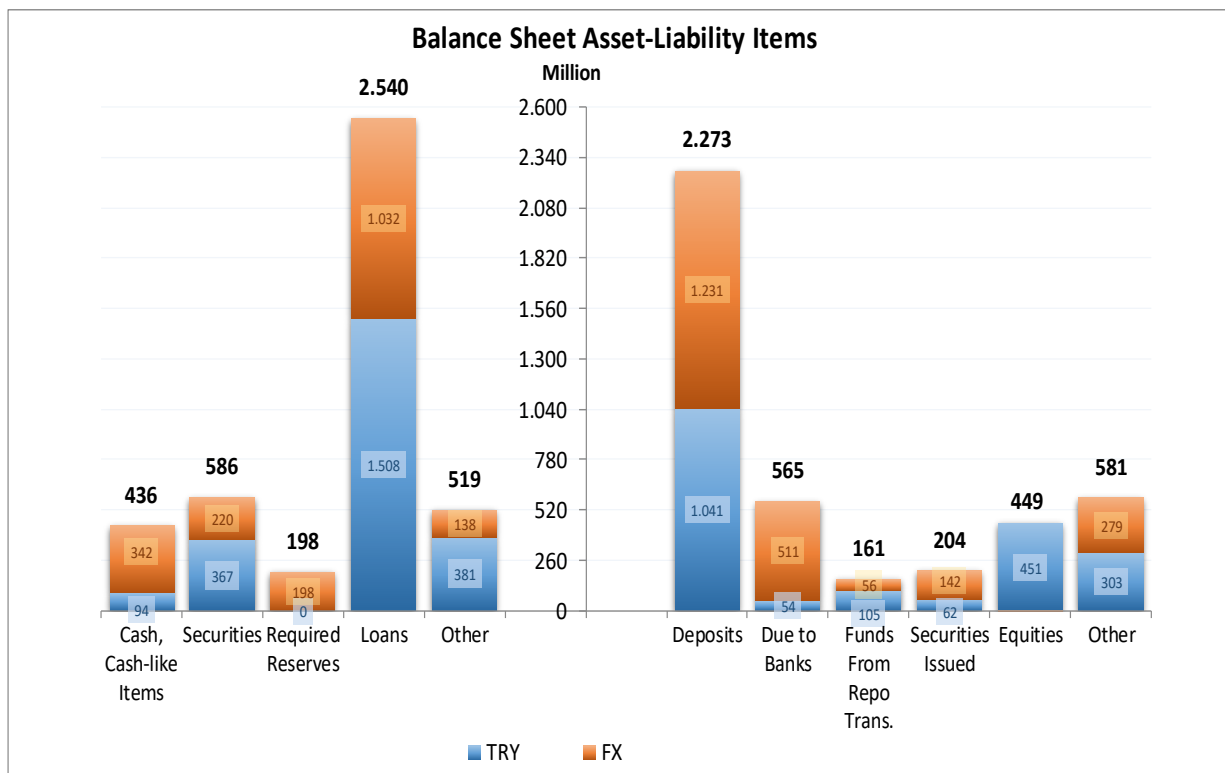
| OFF-BALANCE SHEET ITEMS | Total (Billion TL) | Changes (%) | |
|------------------------------------|-----------------------|------------------|----------------------|
| | | Previous Quarter | Previous End of Year |
| Contingencies | 806 | -1,0 | 3,3 |
| Commitments | 4.041 | -3,9 | 13,3 |
| - Derivative Financial Instruments | 3.237 | -4,1 | 11,4 |
| - Other Commitments | 804 | -3,4 | 21,7 |

Of off-balance sheet items,
 - Contingencies increased by 3,3%;
 - Derivative financial assets increased by 11,4%
 in June 2019 when compared to the previous year-end.



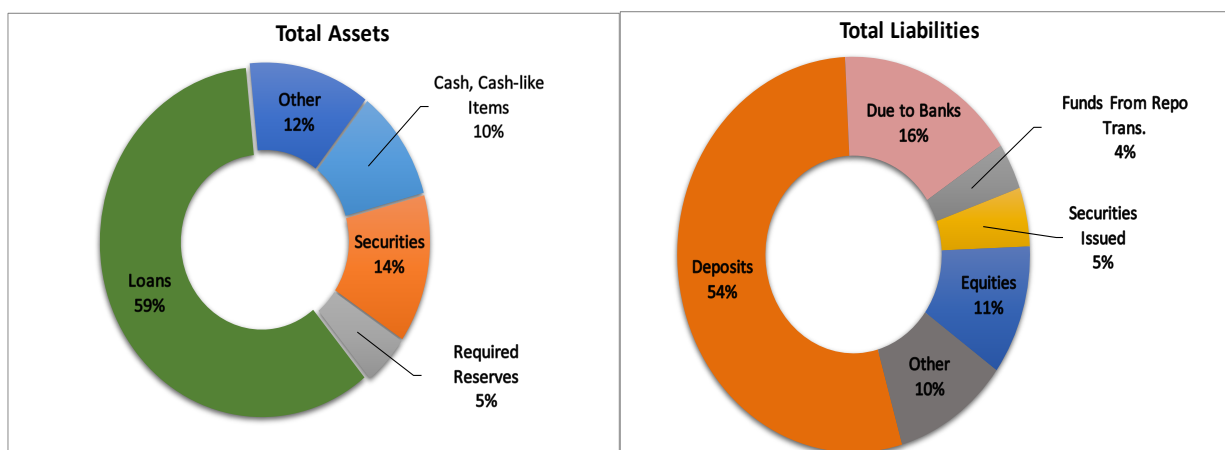
The ratio of asset size of Turkish Banking Sector to GDP realized as 1,04 as of end-2018.

Selected Balance Sheet Figures



The ratio of FX assets in balance sheet to total assets realized as 45% while the ratio of total FX liabilities to total liabilities realized as 52%.

The share of FX loans in total loans is 41% while the ratio of FX deposit to total deposit is 54%.

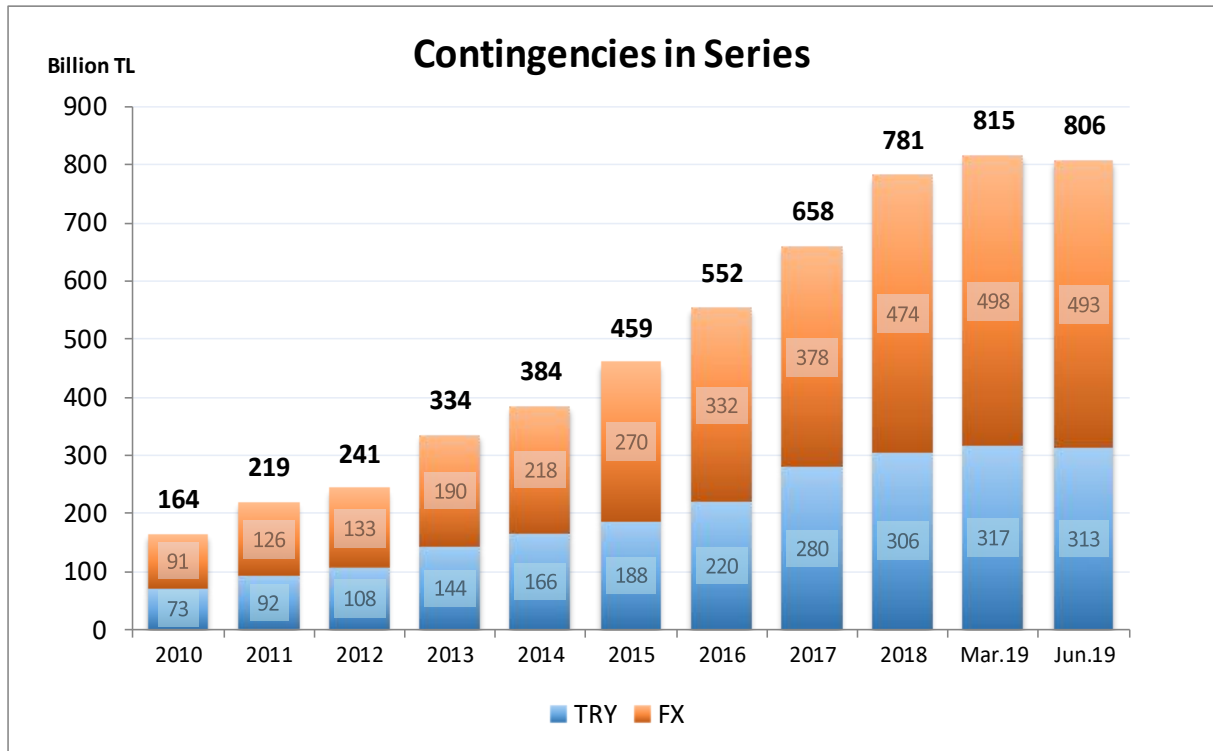


The share of loans, securities and required reserves in total assets realized as 59%, 14% and 5%, respectively.

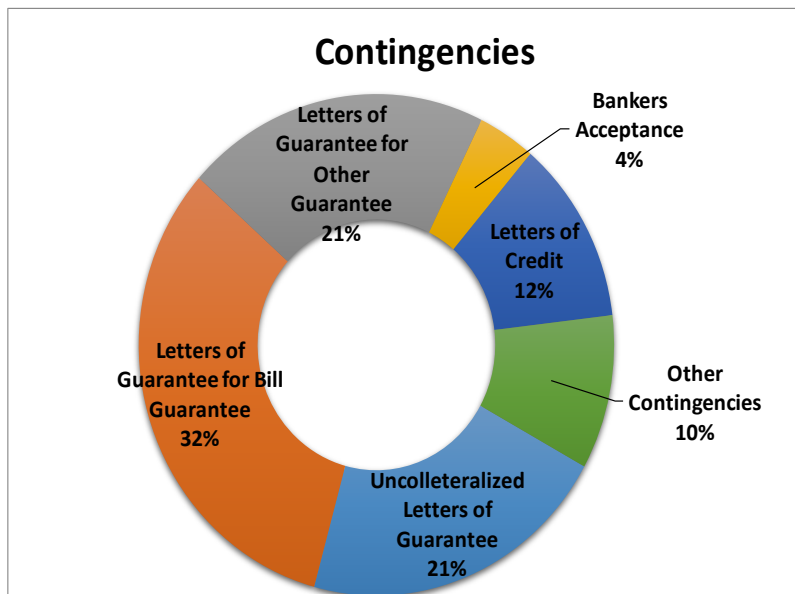
While deposit has the biggest share by 54% in total liabilities, share of payables to banks is 16% and funds from repo is 4%.

The share of equities in total liabilities is 11%.

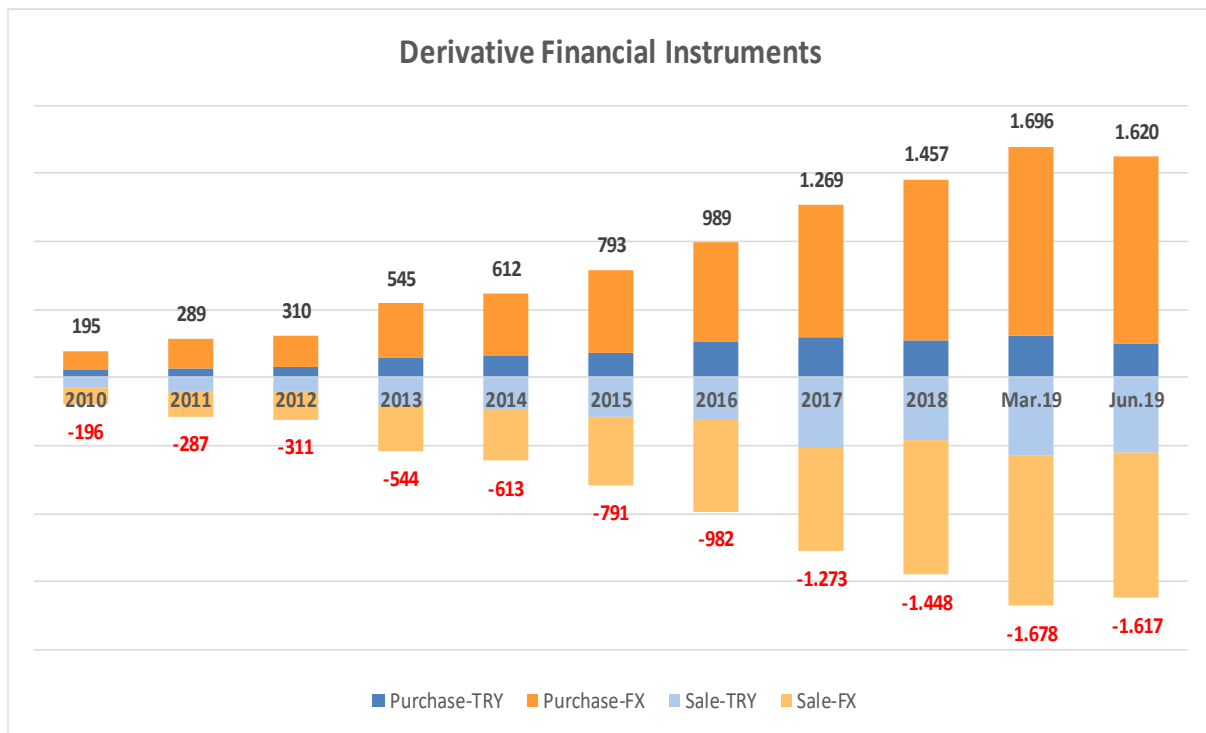
Off-Balance Sheet Figures



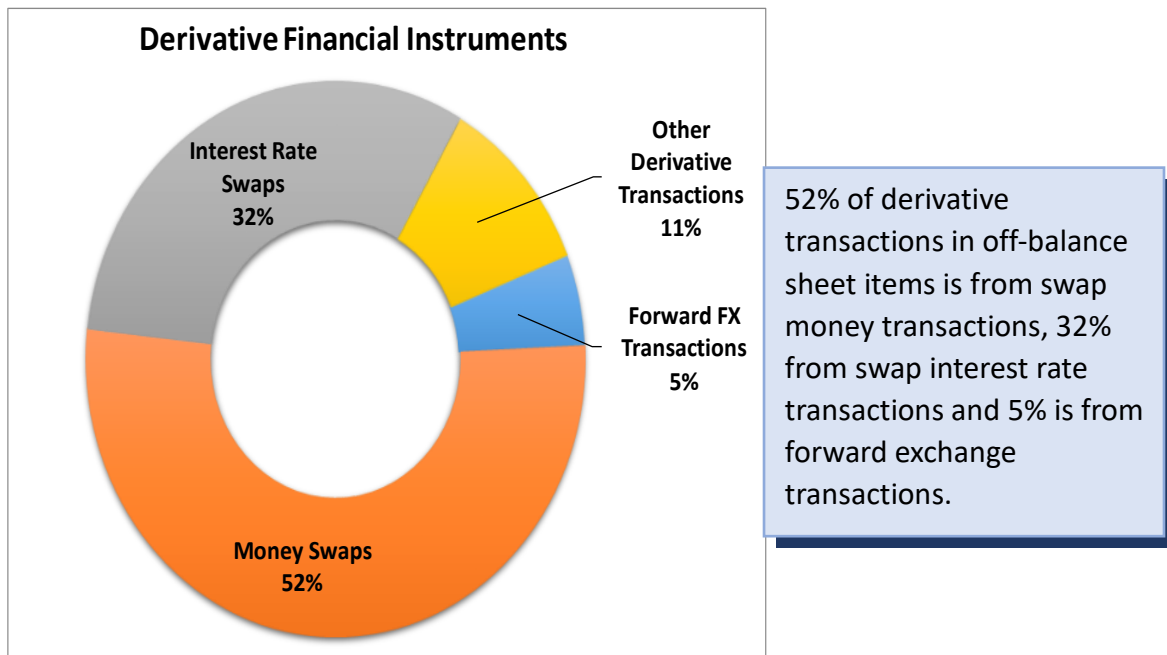
As of June 2019, size of contingencies realized as TL 806 billion.



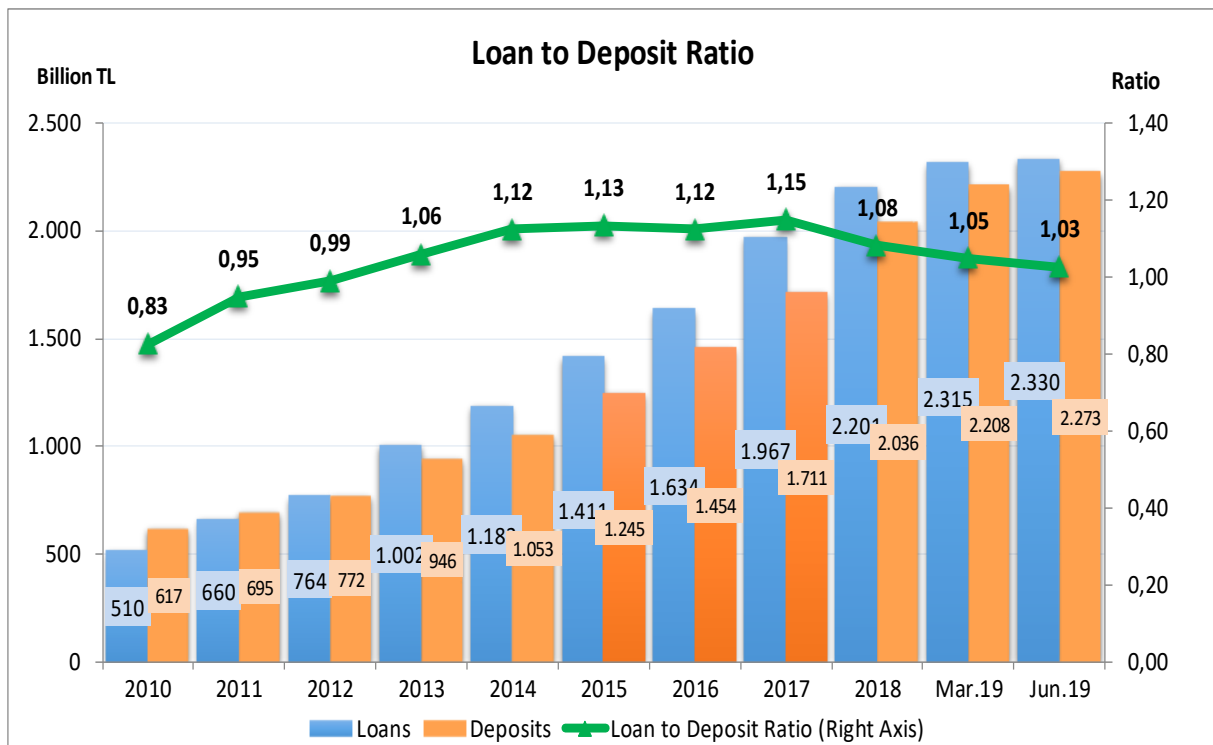
As letters of guarantee is the biggest share in contingencies, share of letters of credit is 12%.



As of June 2019, derivative purchase amount realized as TL 1.620 billion and derivative sales amount realized as TL 1.617 billion.

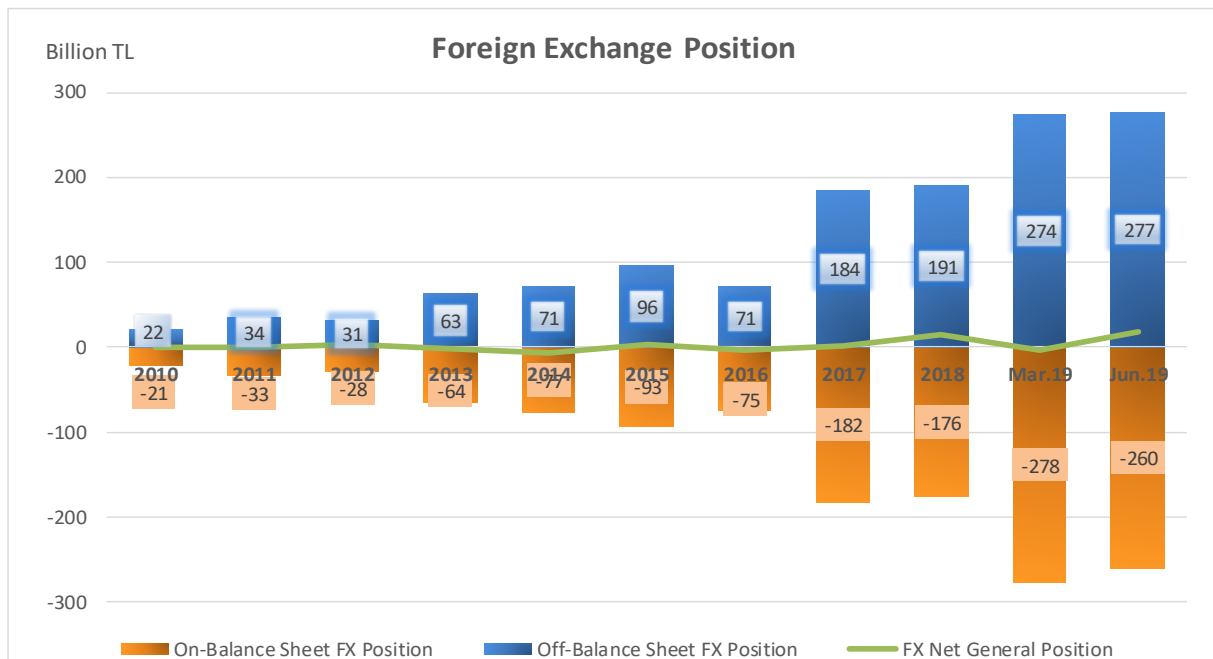


Development of Main Figures



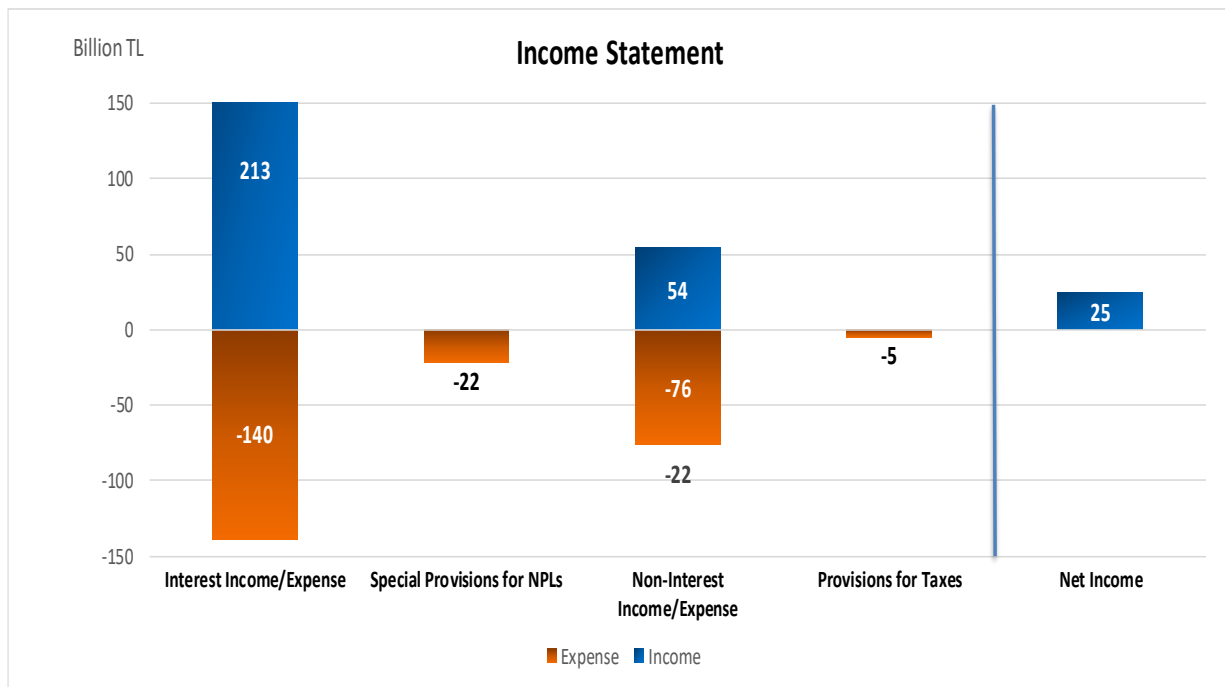
While loans in the third quarter of the year realized as TL 2.330 billion, deposit realized as TL 2.273 billion. Conversion ratio of deposit to loans is 1,03 as of June 2019.

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

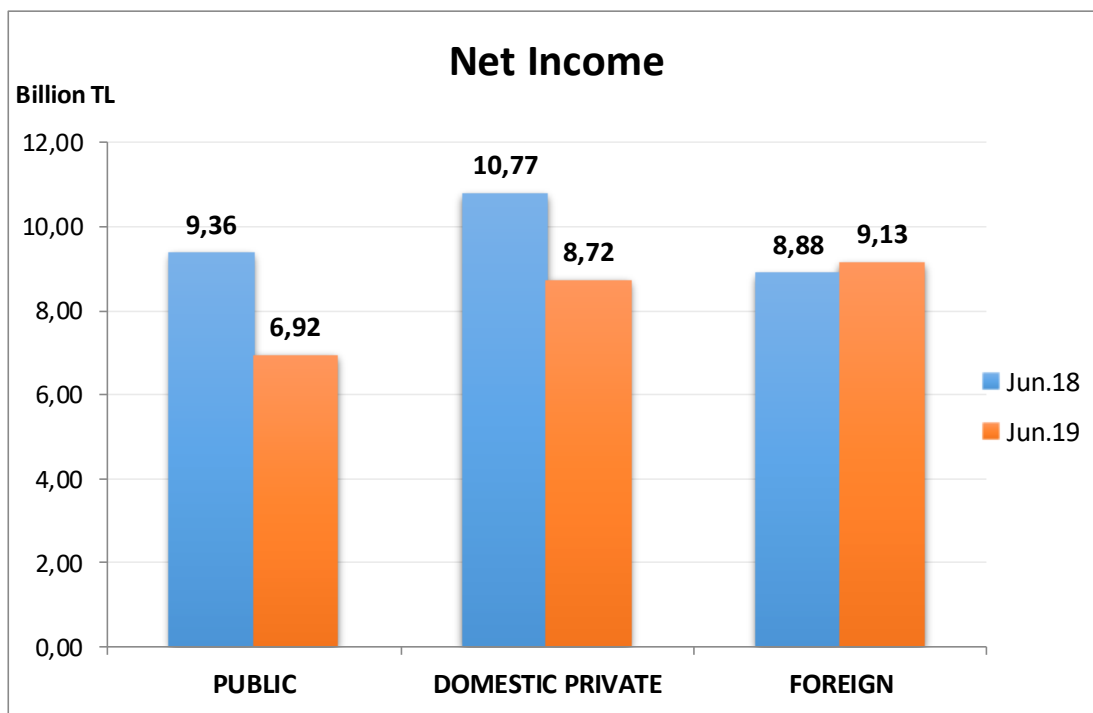


Off-balance sheet FX position has a surplus of TL 277 billion while on-balance sheet FX position has a deficit of TL 260 billion and FX Net General Position has a surplus of approximately TL 17 billion.

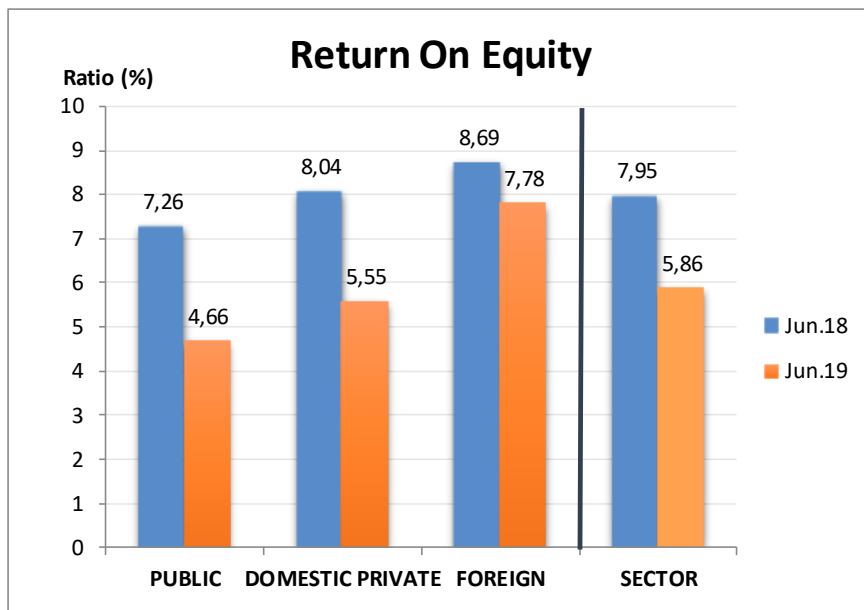
PROFITABILITY



In the income statement of banking sector, interest income realized as TL 213 billion and interest expense realized as TL 140 billion. As of June 2019, net income of Turkish Banking Sector is TL 25 billion.

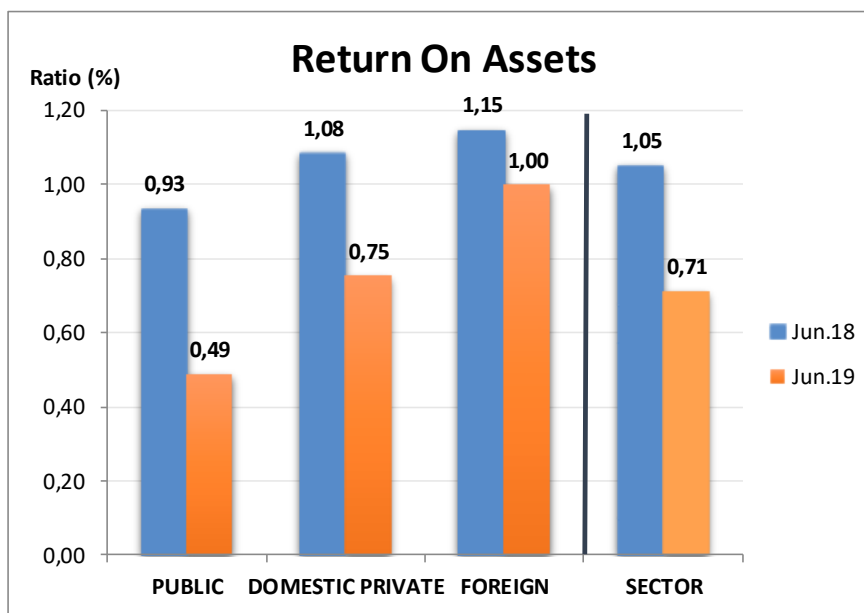


Net income of June 2019 period decreased in public and domestic private and increased in foreign bank groups when compared to the same period of 2018.

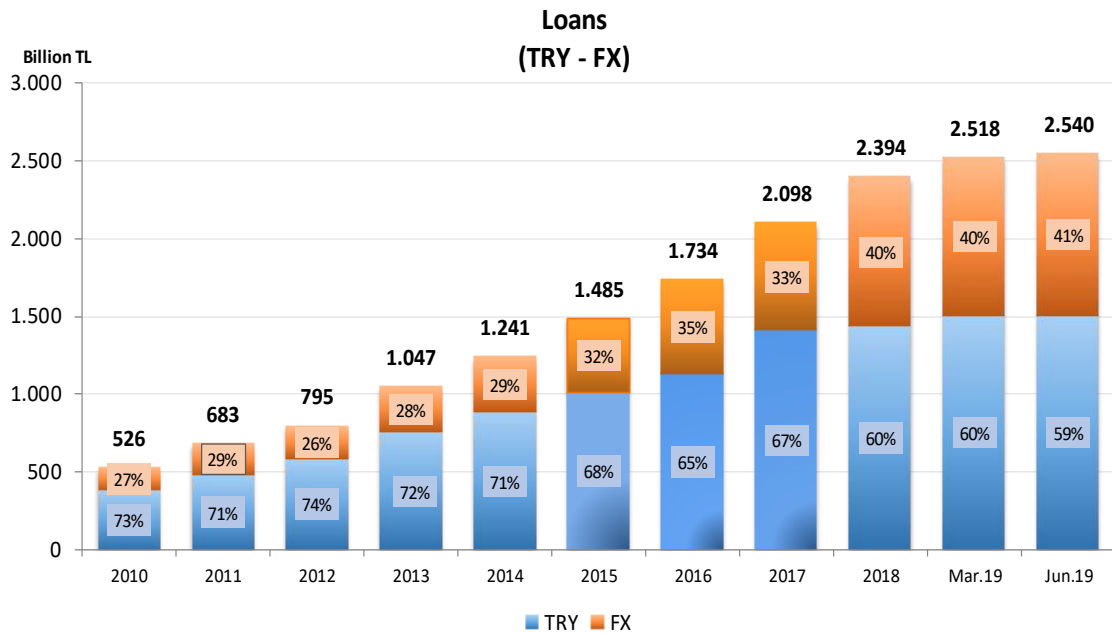


ROE of Turkish banking sector realized lower in public, domestic private and foreign banks groups when compared to the same period of the previous year.

ROA of Turkish banking sector as of June 2019 realized lower as to the same period of the previous year.

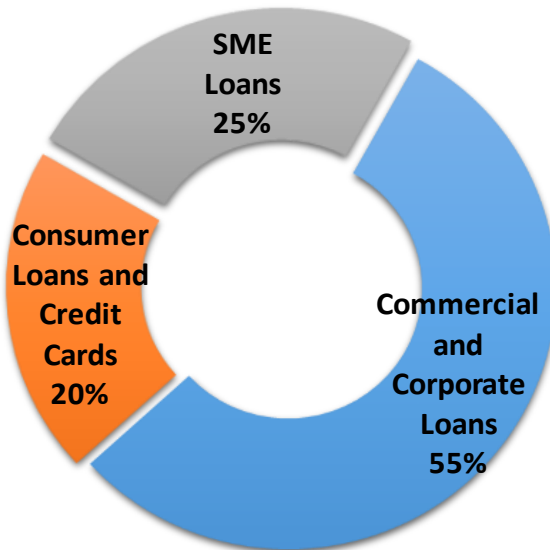


LOANS

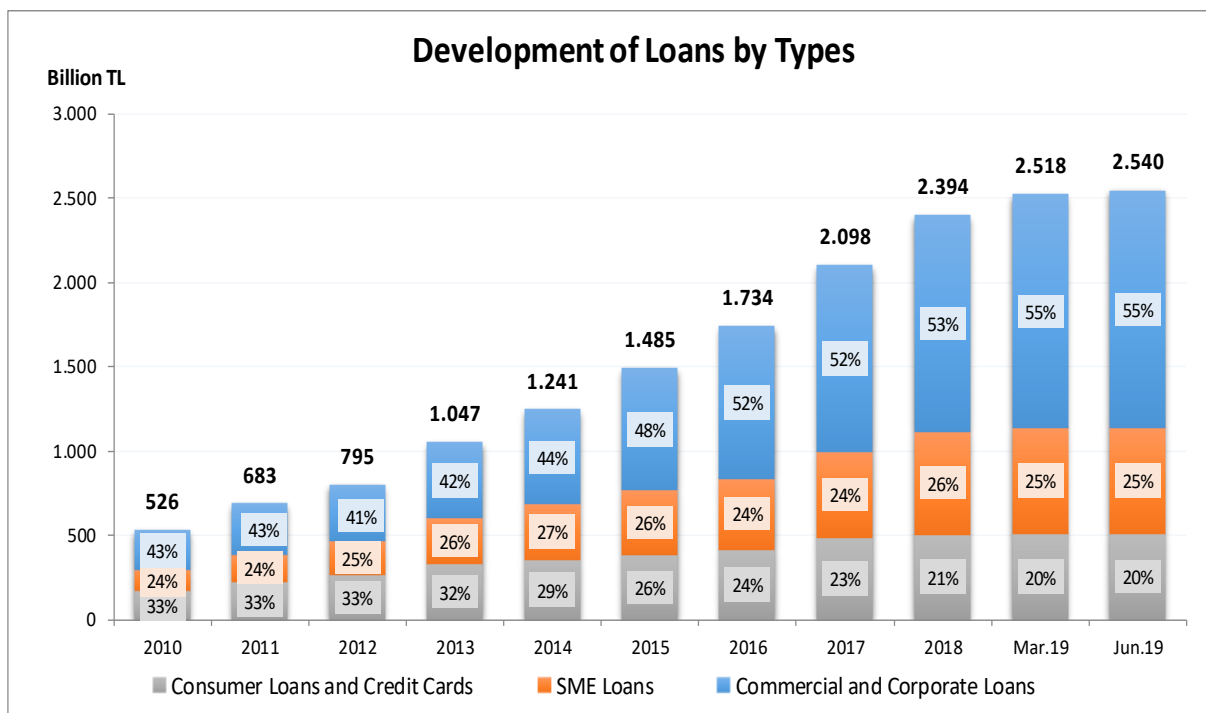


As of June 2019, total loans amount to TL 2.540 billion and TL 1.508 billion of the mentioned amount is comprised of TL loans while TL 1.032 billion is comprised of FX loans.

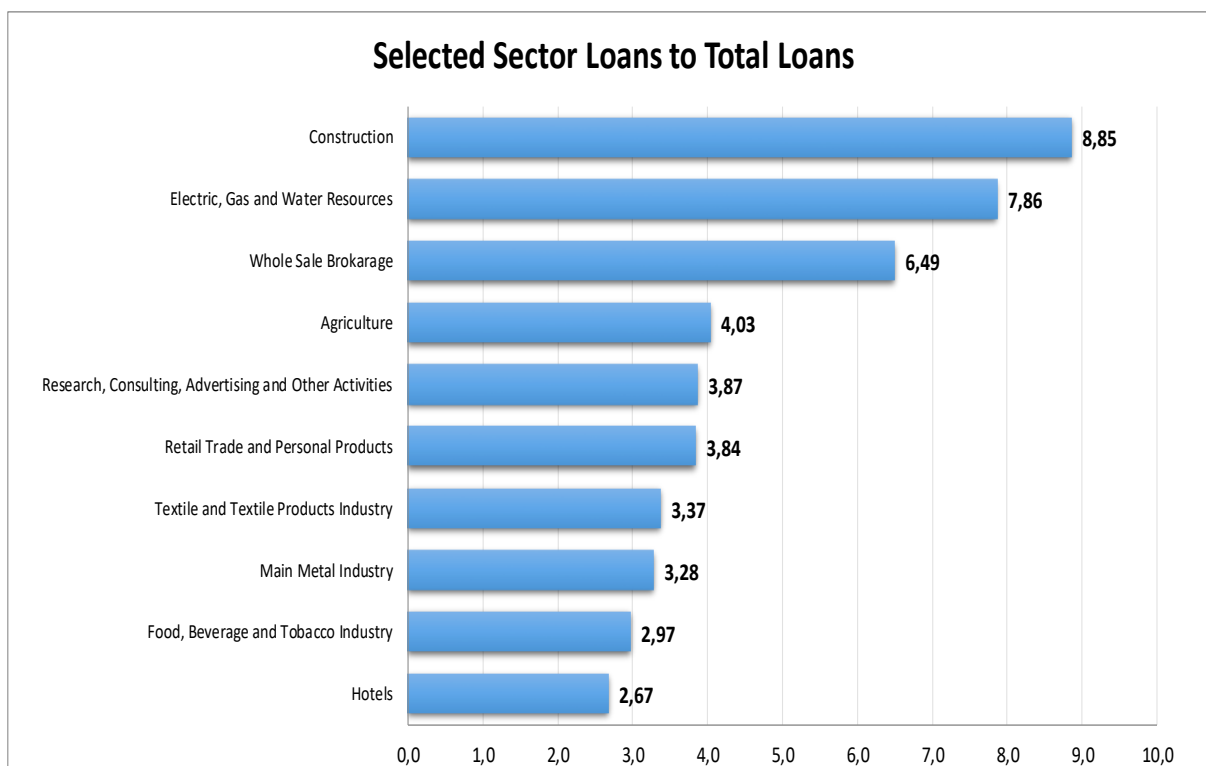
Distribution of Loans



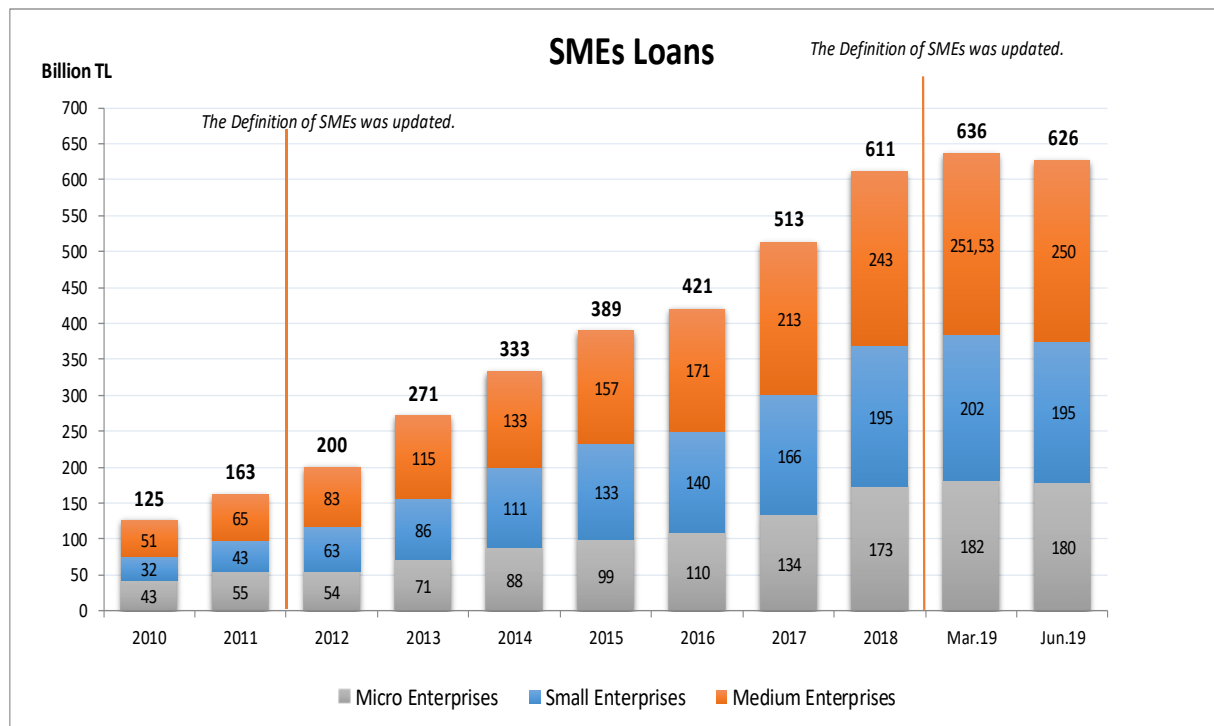
Share of commercial and corporate loans is 55%, share of SMEs loans is 25% and share of consumer loans (including credit cards) is 20% in total loans.



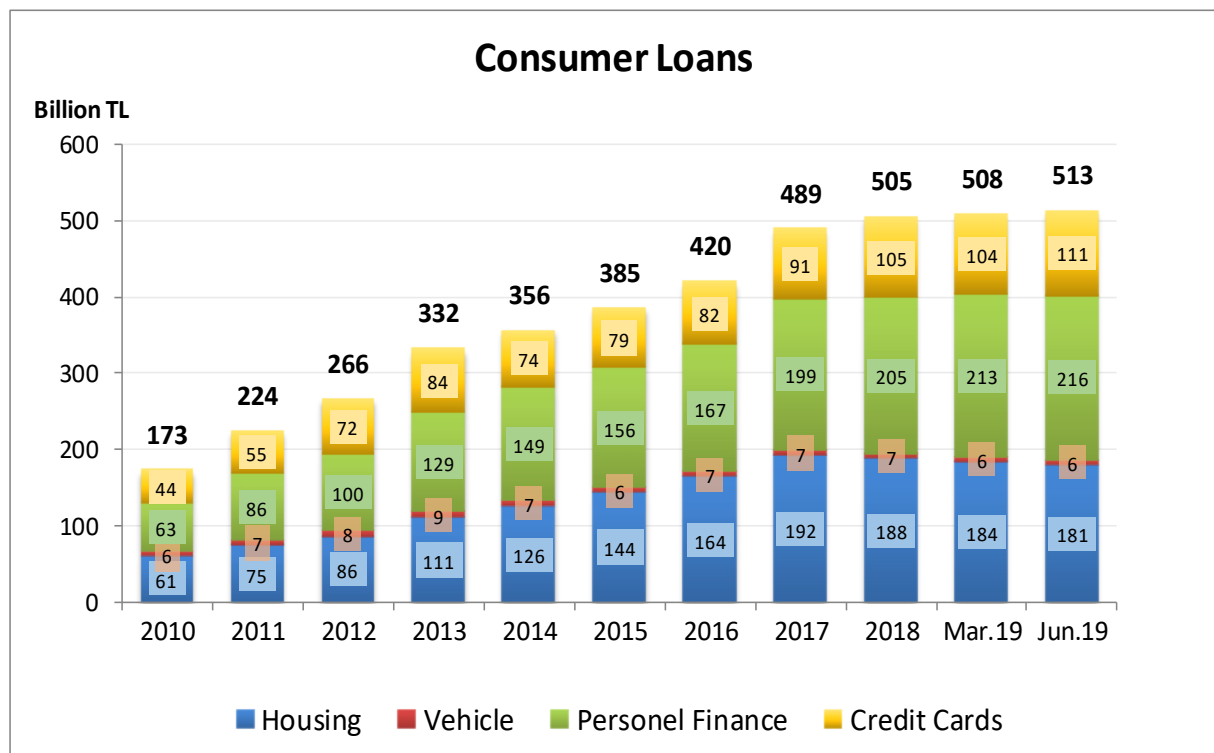
As of June 2019; commercial and corporate loans realized as TL 1,401 billion, SMEs loans as TL 626 billion while consumer loans and credit cards realized as TL 513 billion.



The share of construction sector is 8,85% and share of electric, gas and water resources sector in total loans is 7,86%.

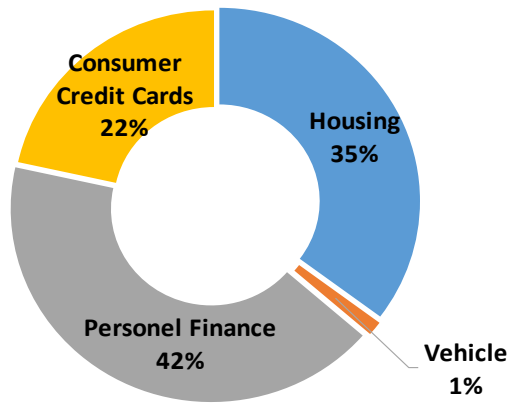


According to operating classes, medium enterprises SMEs loans decreased when compared to the previous quarter.



In June 2019 period, consumer loans increased as to the previous quarter and realized as TL 513 billion. Housing loans, credit cards as well as personal finance loans realized as TL 181 billion, TL 111 billion and TL 216 billion, respectively.

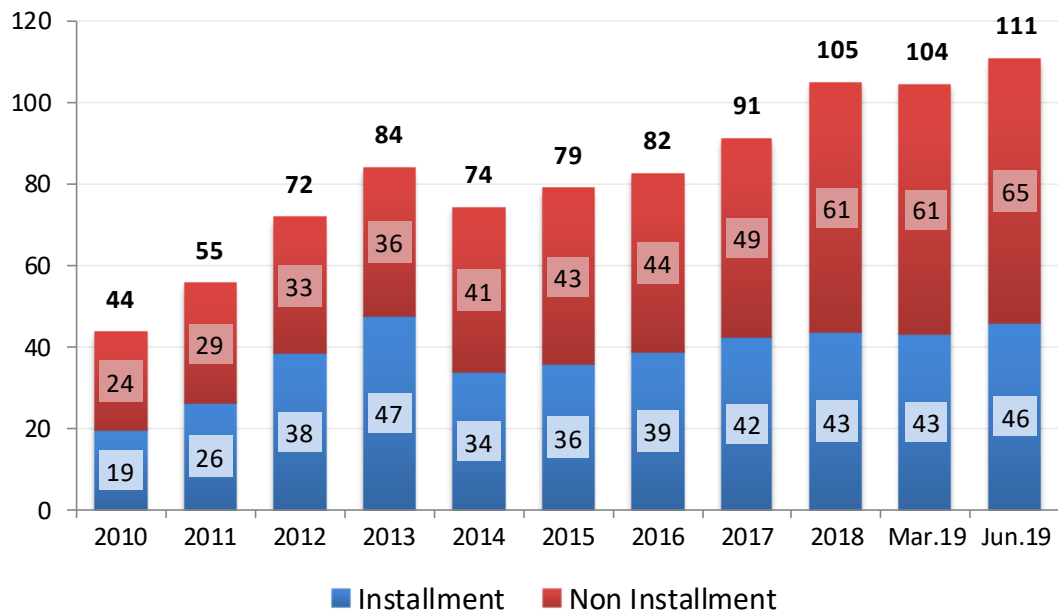
Distribution of Consumer Loans



In consumer loans, the share of personal finance loans is 42%, housing loans 35% and share of credit cards is 22%.

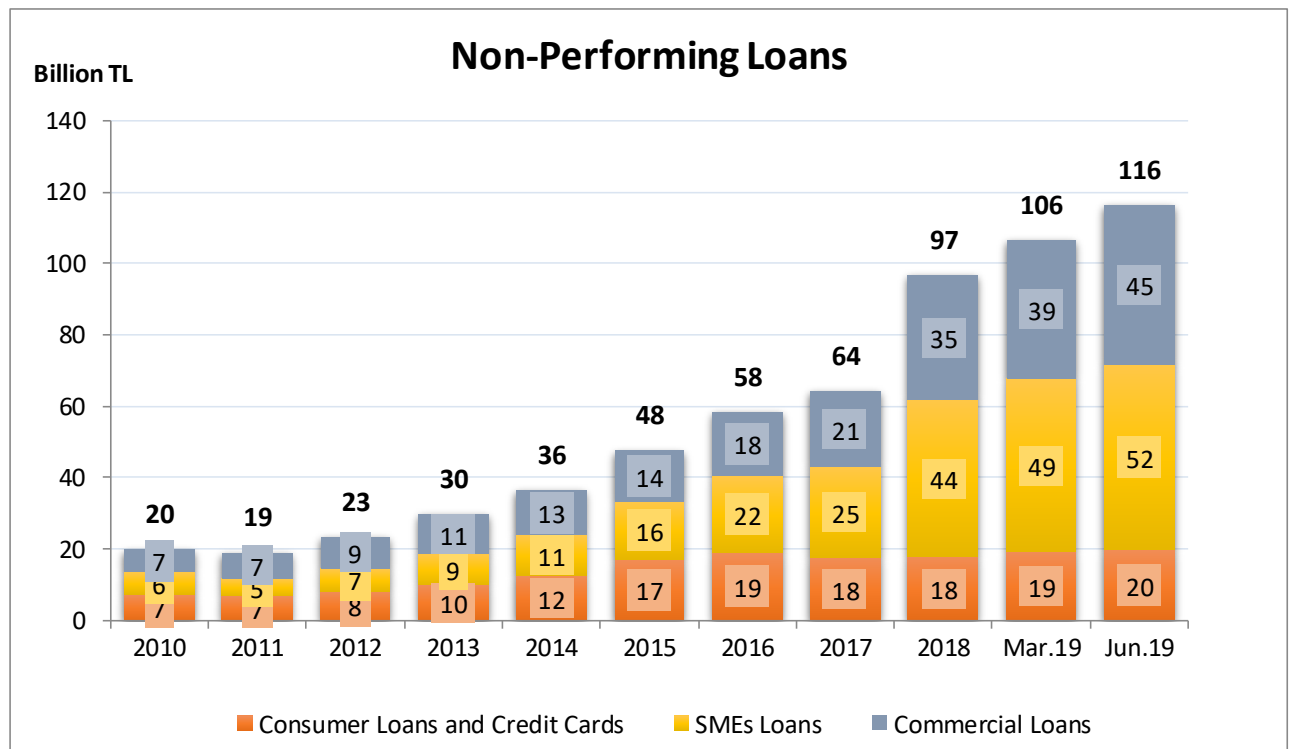
Consumer Credit Cards

Billion TL

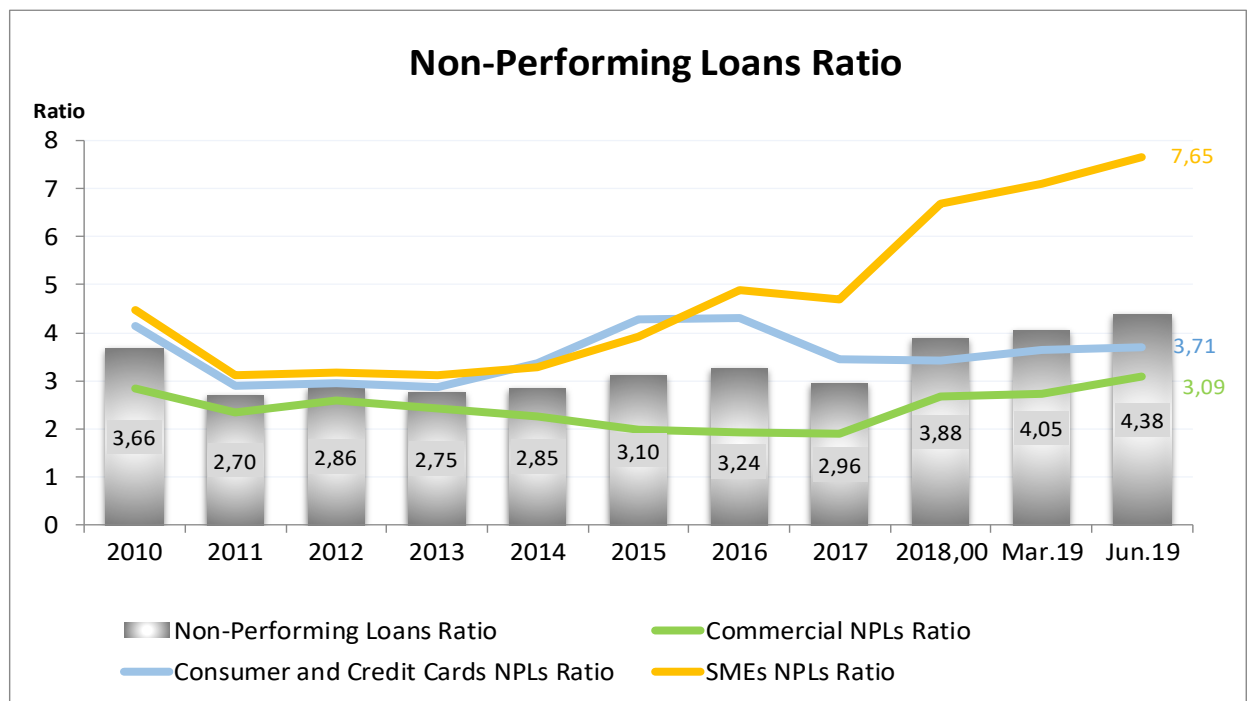


Personal credit cards amount is the same when compared to the previous period and realized as TL 111 billion in June 2019.

Non-performing Loans

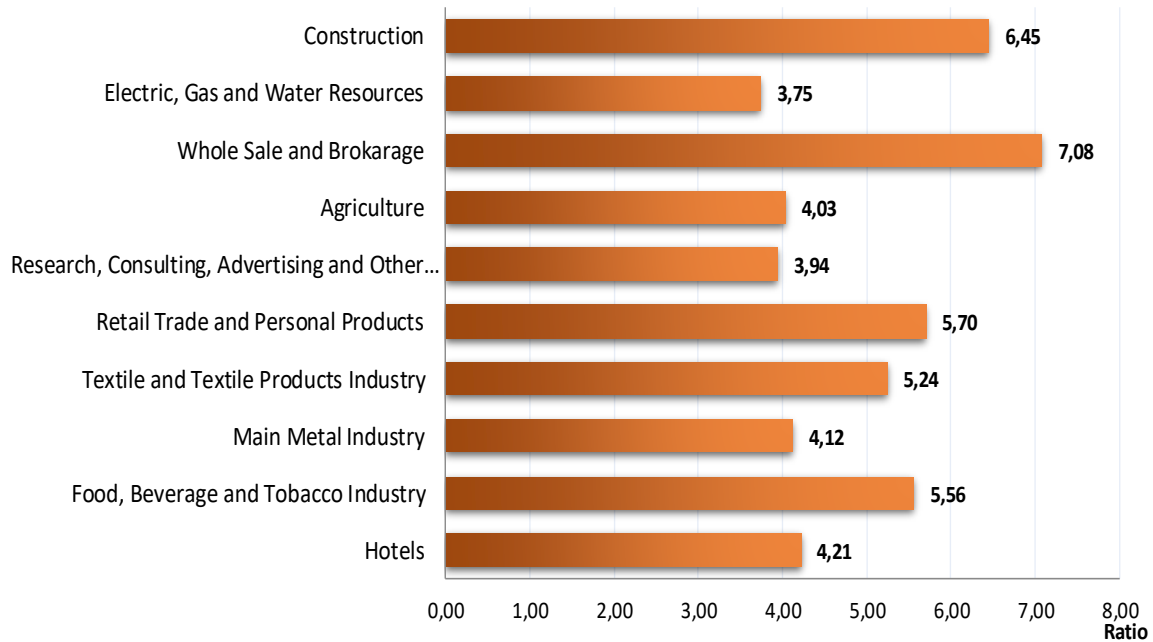


As of June 2019, gross amount of NPLs is TL 116 billion.



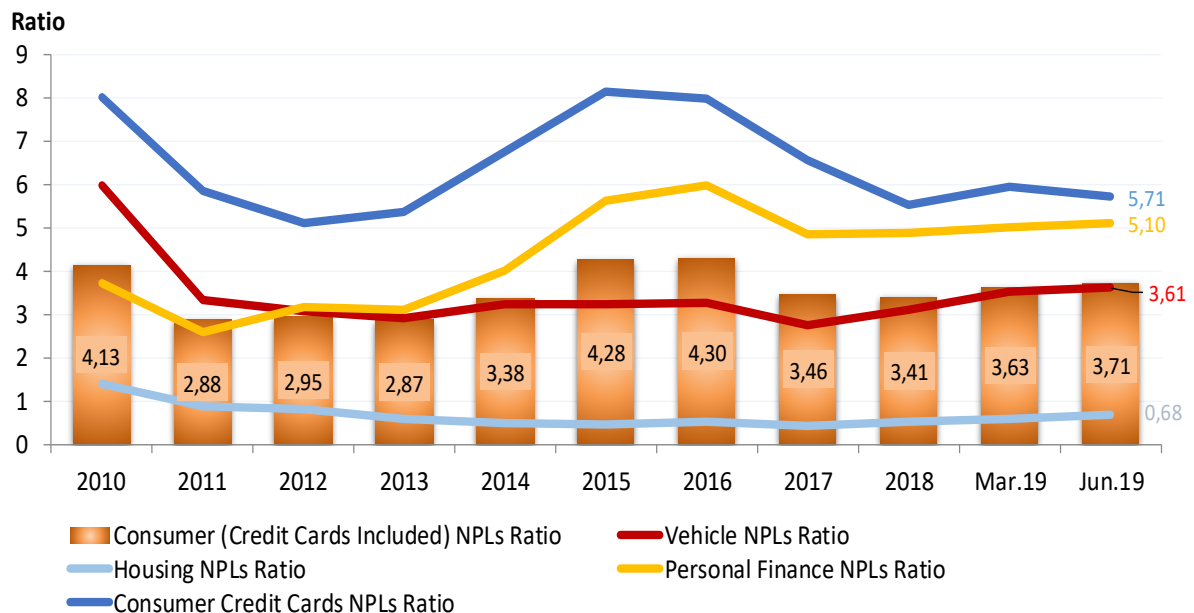
NPLs to Loans ratio in banking sector realized as 4,38% in June 2019.

Selected Sectors NPLs Ratios



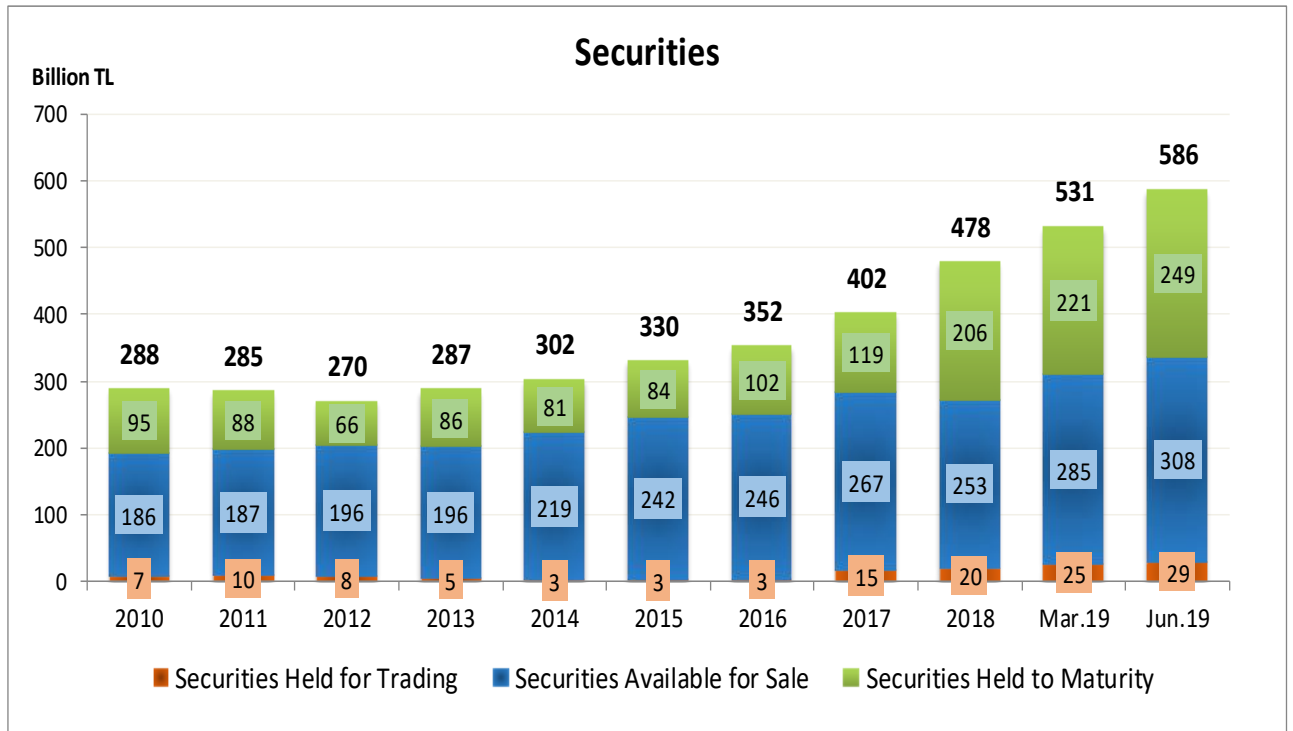
NPLs to Loans ratio in sectoral loans realized as 7,08% in wholesale trade and brokerage, 6,45% in construction sector and 5,70% in retail trade and personal products sector.

Consumer NPLs Ratios

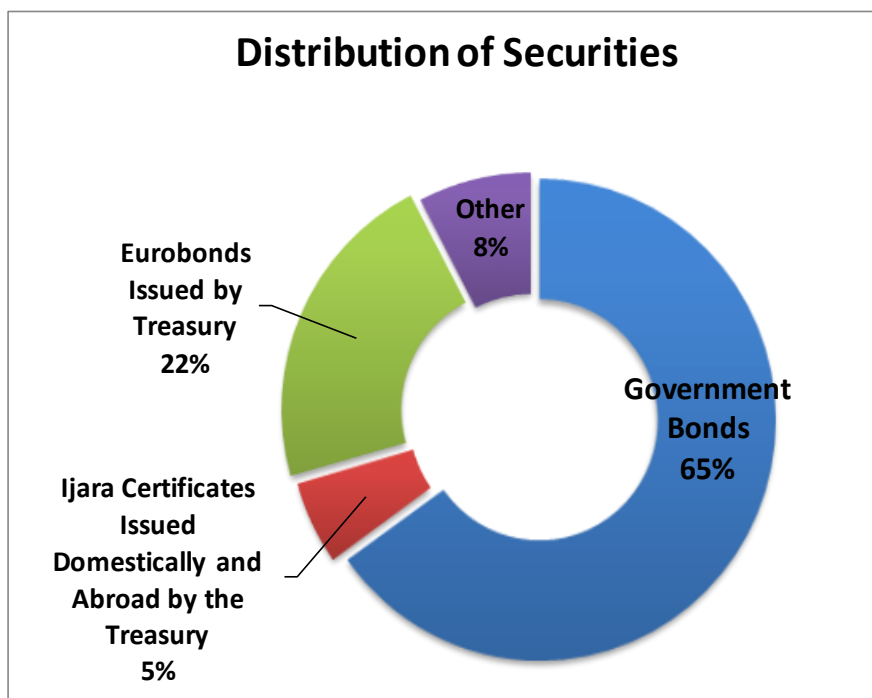


NPLs to Loans ratio of consumer loans (including personal credit cards) realized as 3,71% in June 2019 period.

Securities

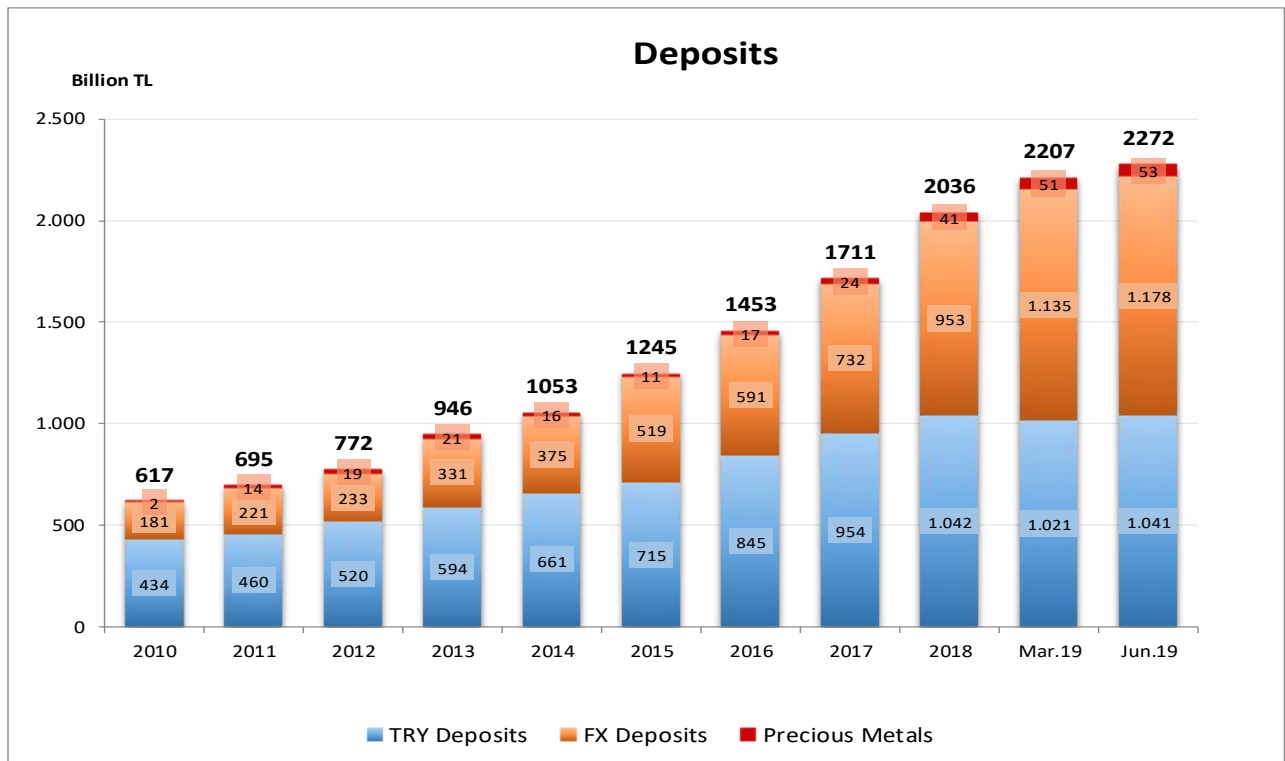


Total securities increased when compared to the previous quarter and realized as TL 586 billion.

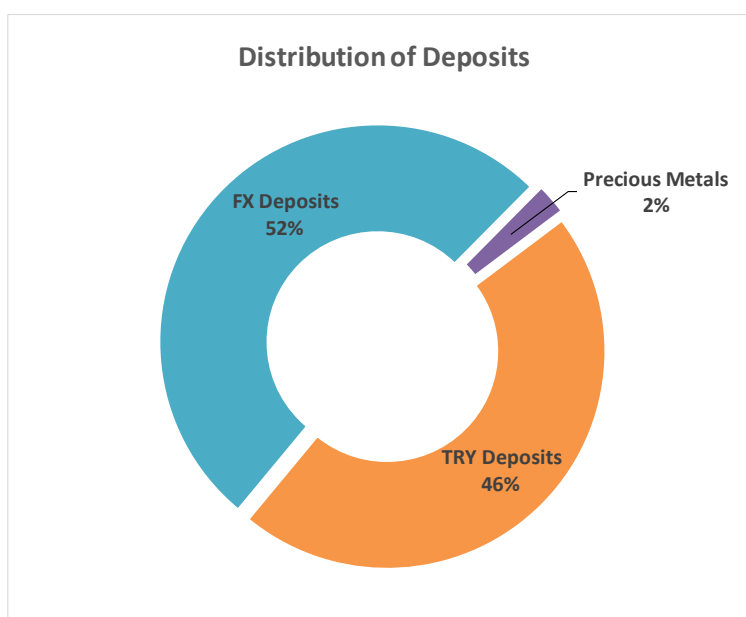


65% of securities are comprised of Government bonds, 22% are Eurobonds issued by Treasury and 5% are comprised of Ijara certificates issued domestically and abroad by the treasury (sukuk).

Deposits

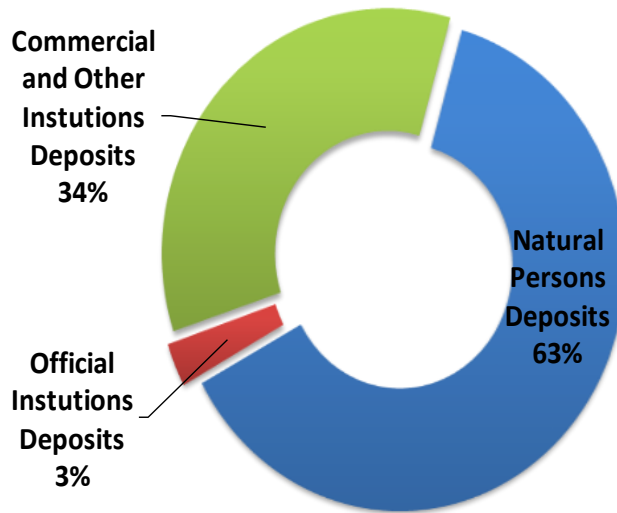


TL 1.041 billion of total deposits is comprised of TL Deposits /Participation Funds, TL 1.178 billion comprised of FX Deposits Account/Participation Funds and TL 53 billion is comprised of precious metals accounts.



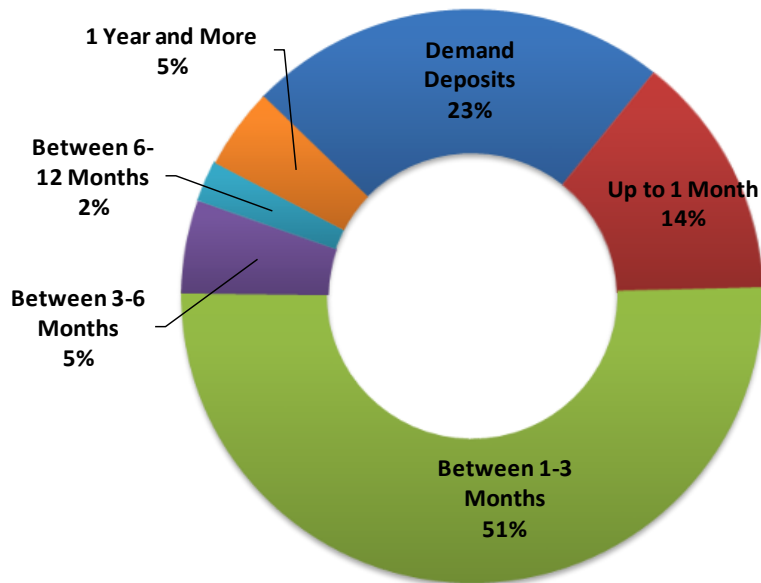
52% of total Deposits are TRY Deposits/Participation funds, 46% of FX Deposits/Participation funds and 2% of Precious Metals.

Deposits According to Types



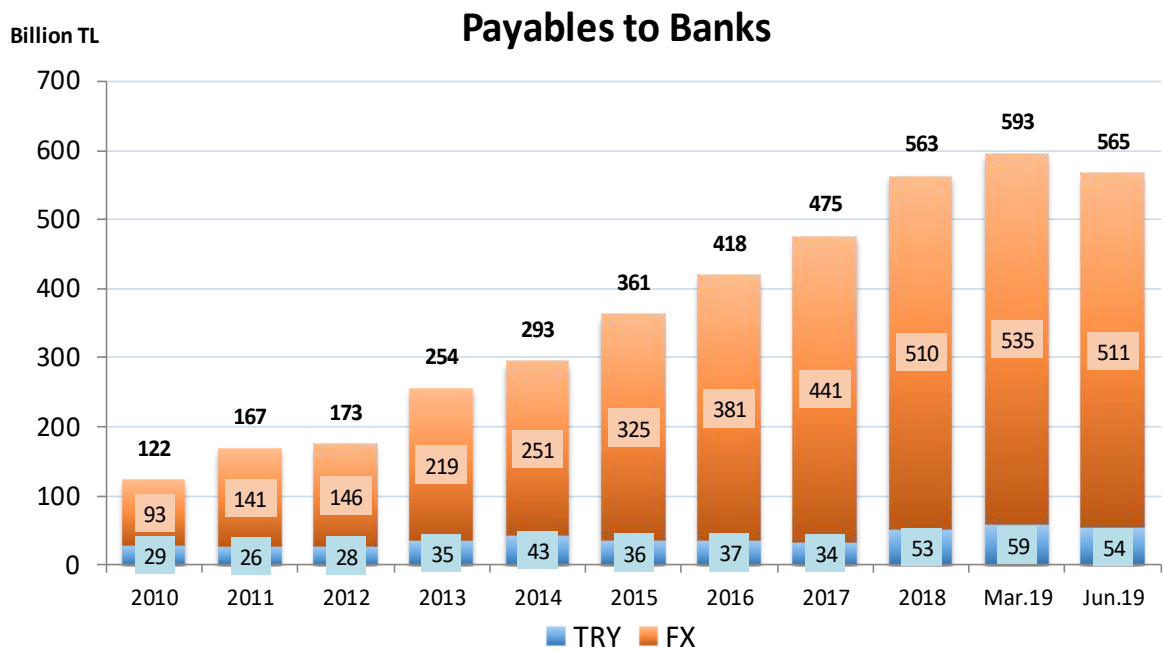
While 63% of deposits are comprised of natural person deposits, the share of commercial and other institutions deposits is 34% and share of official institutions' deposits is 3%.

Deposits According to Maturity(%)

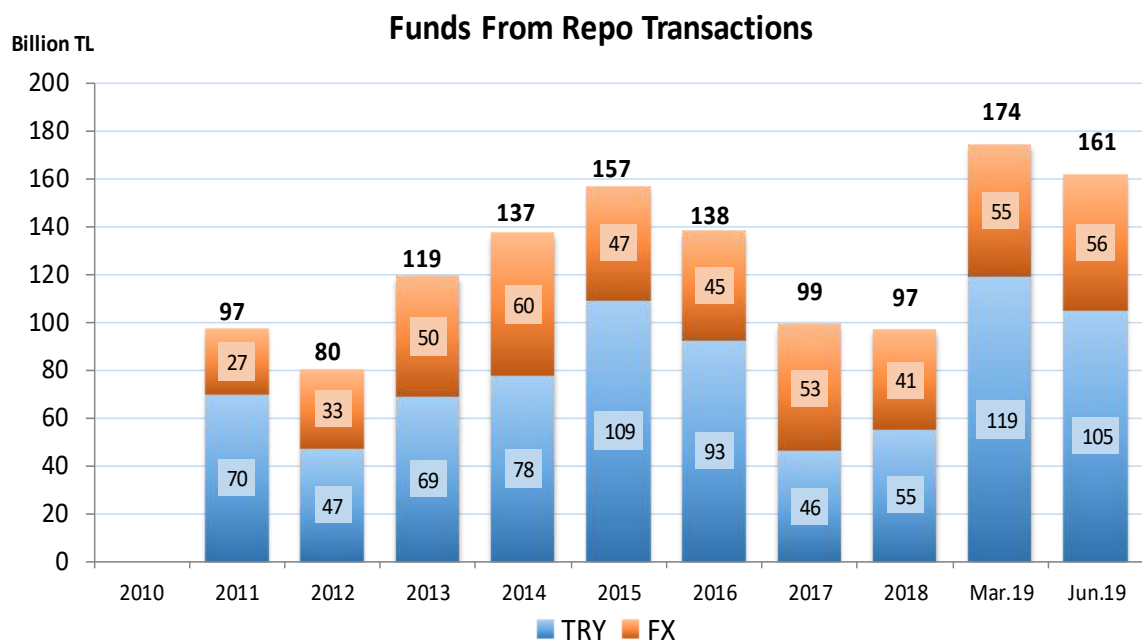


The share of demand deposits in total deposits by their opening maturities is 23% and share of 1-3 month deposits is 51%.

Payables to Banks and Repo Transactions

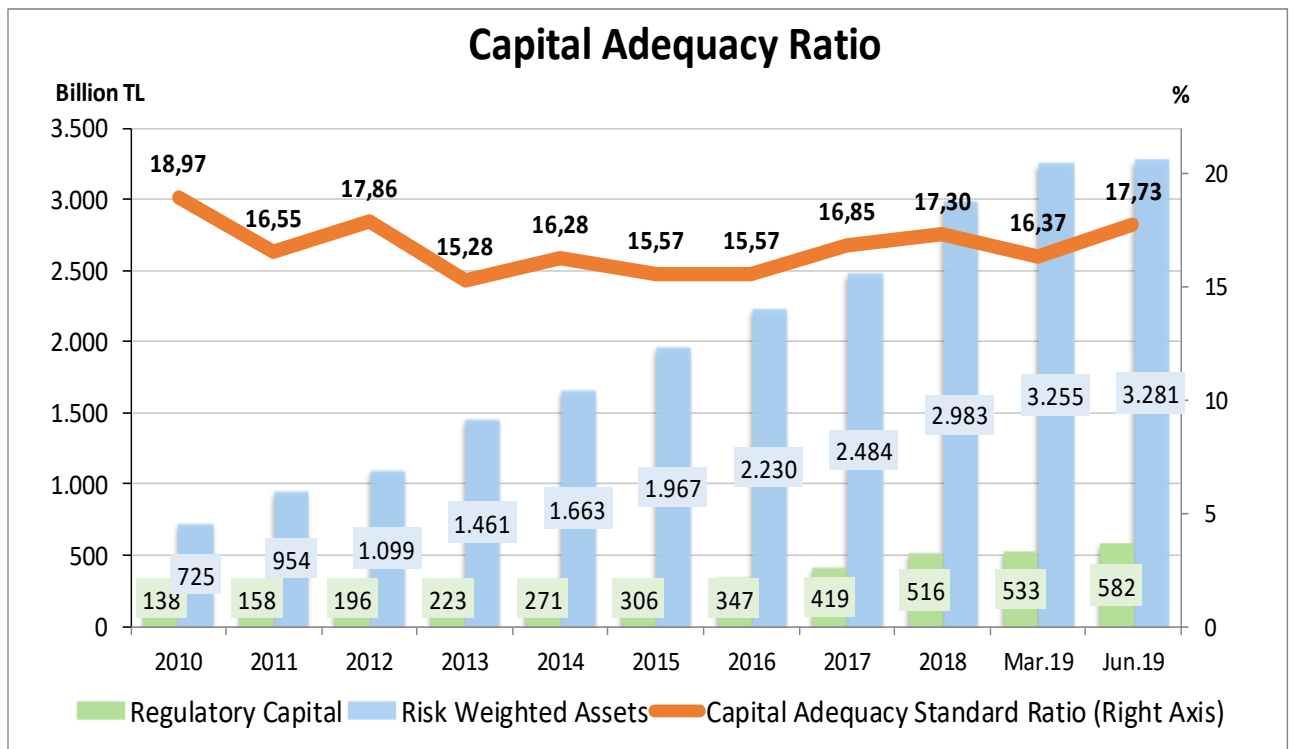


Payables to banks amount to a total of TL 565 billion as TL 54 billion Turkish Lira and TL 511 billion FX.

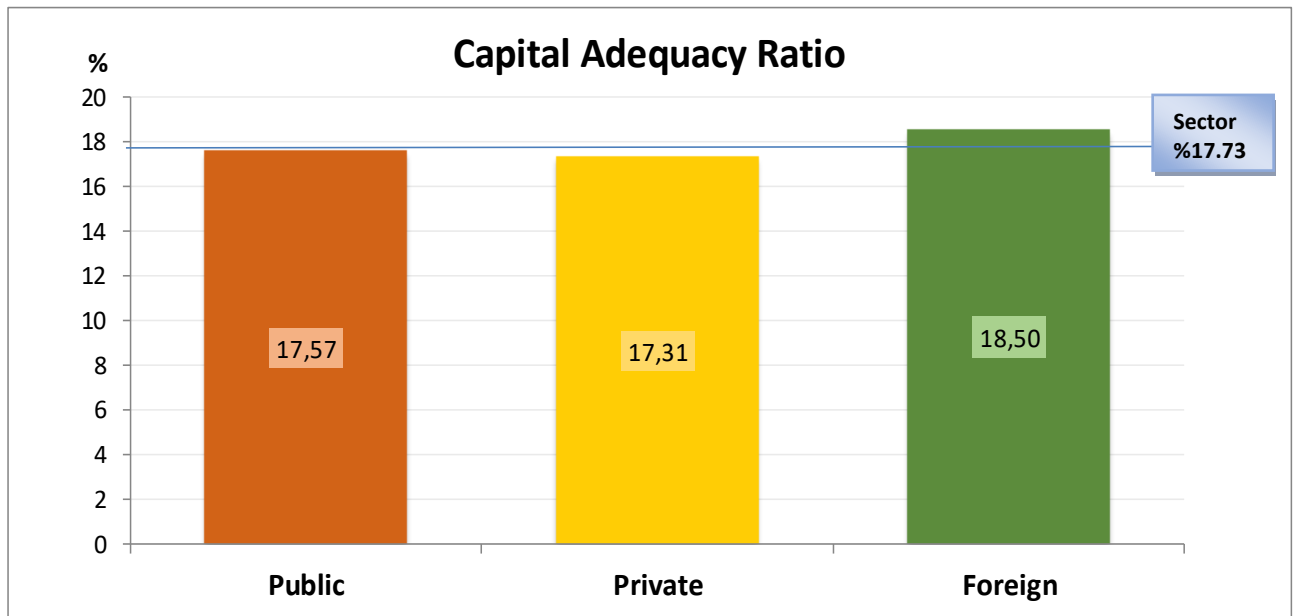


Funds amount from Repo transactions decreased when compared to the previous quarter and realized as TL 161 billion in June 2019.

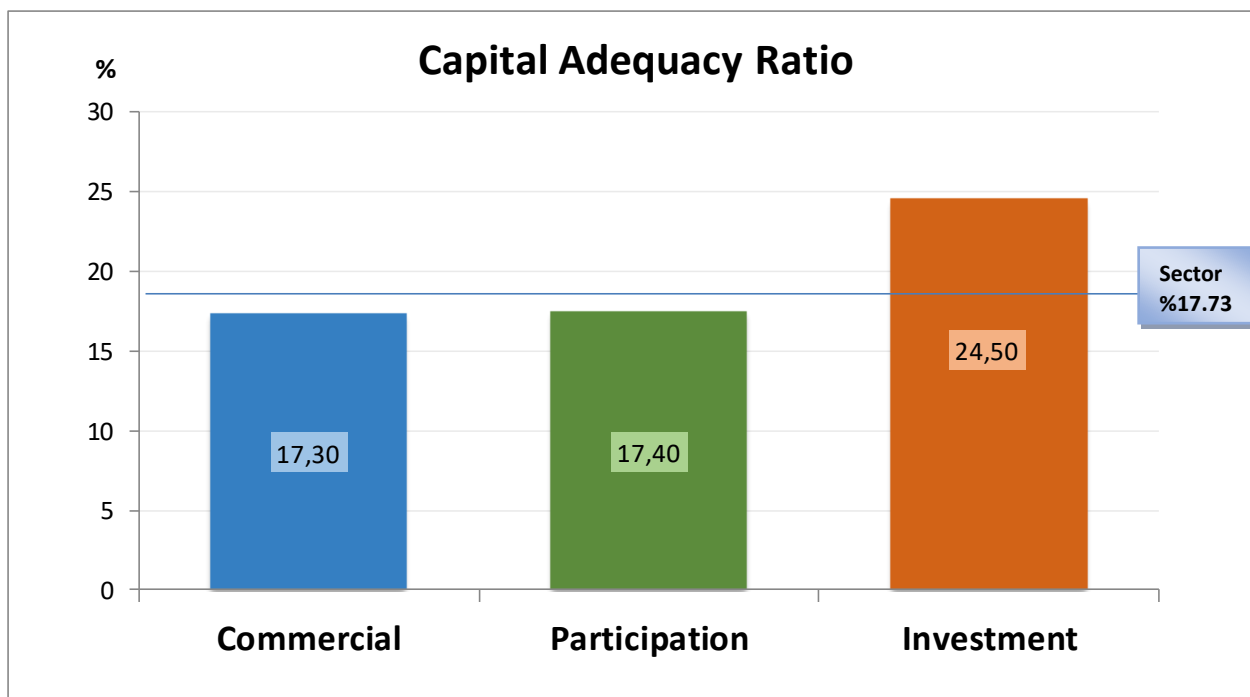
Capital Adequacy



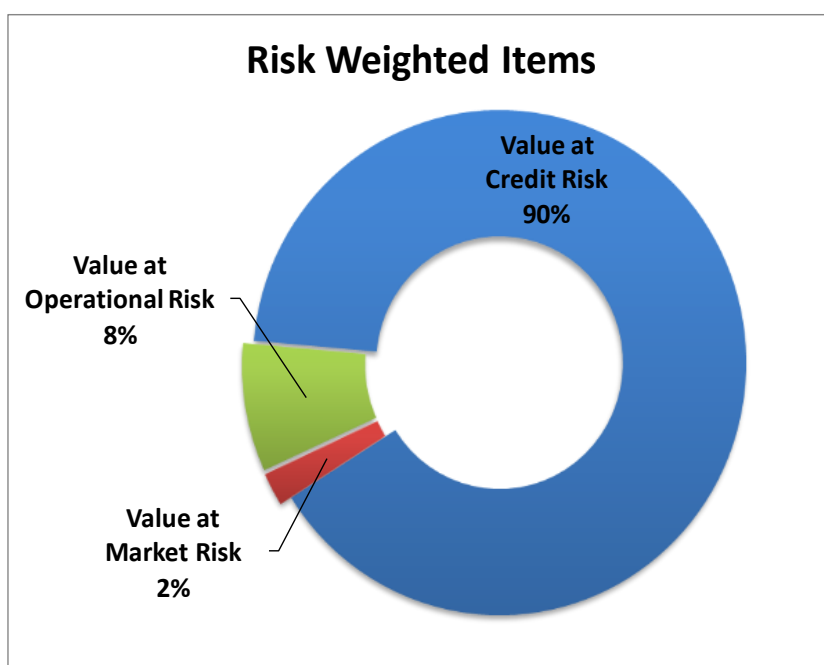
Capital adequacy ratio of Turkish Banking Sector realized as 17,73 % in June 2019.



By bank ownership groups, capital adequacy of foreign banks is above the sector average as 18,50 %.



By function groups, capital adequacy ratio realized as 17,30%, 17,40% and 24,50% for deposit banks, participation banks as well as development and investment banks, respectively.



In capital adequacy calculation, 90% of risk-weighted assets is comprised of amount subject to credit risk, 8% comprised of amount subject to operational risk and 2% 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

June 2019



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DÜZENLEME VE DENETLEME
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