



**BANKING
REGULATION AND SUPERVISION
AGENCY OF TURKEY**

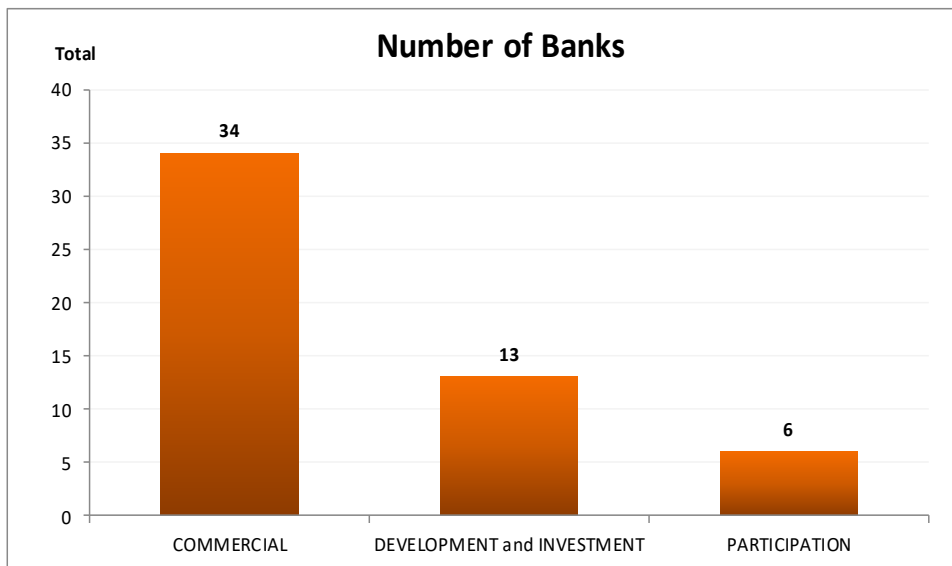


**TURKISH BANKING SECTOR
MAIN INDICATORS
SEPTEMBER 2019**

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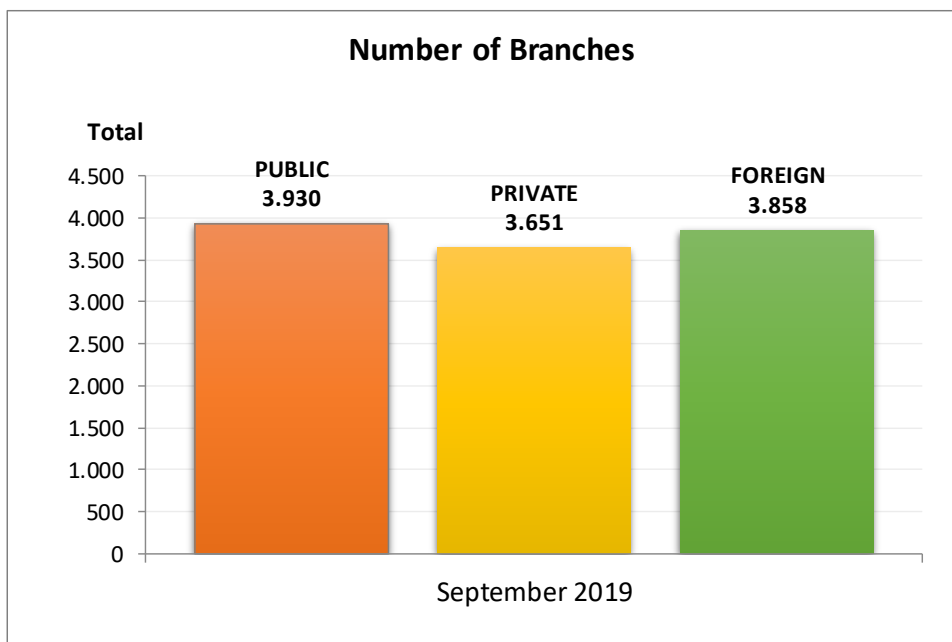
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Number of Banks, Branches and Personnel

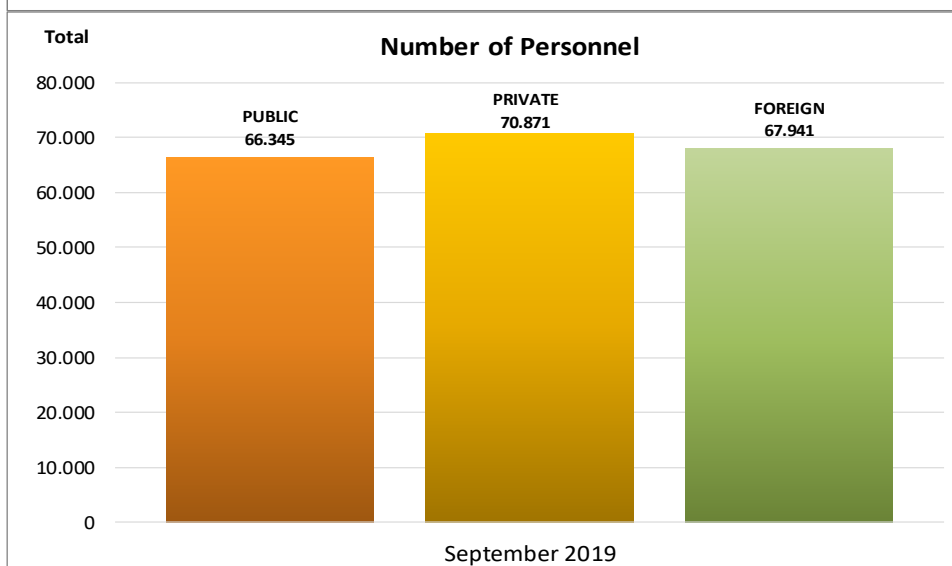


As of September 2019, there are 53 banks operating in Turkish Banking Sector as;

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



Number of branches and personnel in banking sector decreased by 56 and 875, respectively when compared to the previous quarter (June 2019).



As of September 2019 period, number of branches realized as 11.439 while number of personnel realized as 205.157.

Selected Balance Sheet Items

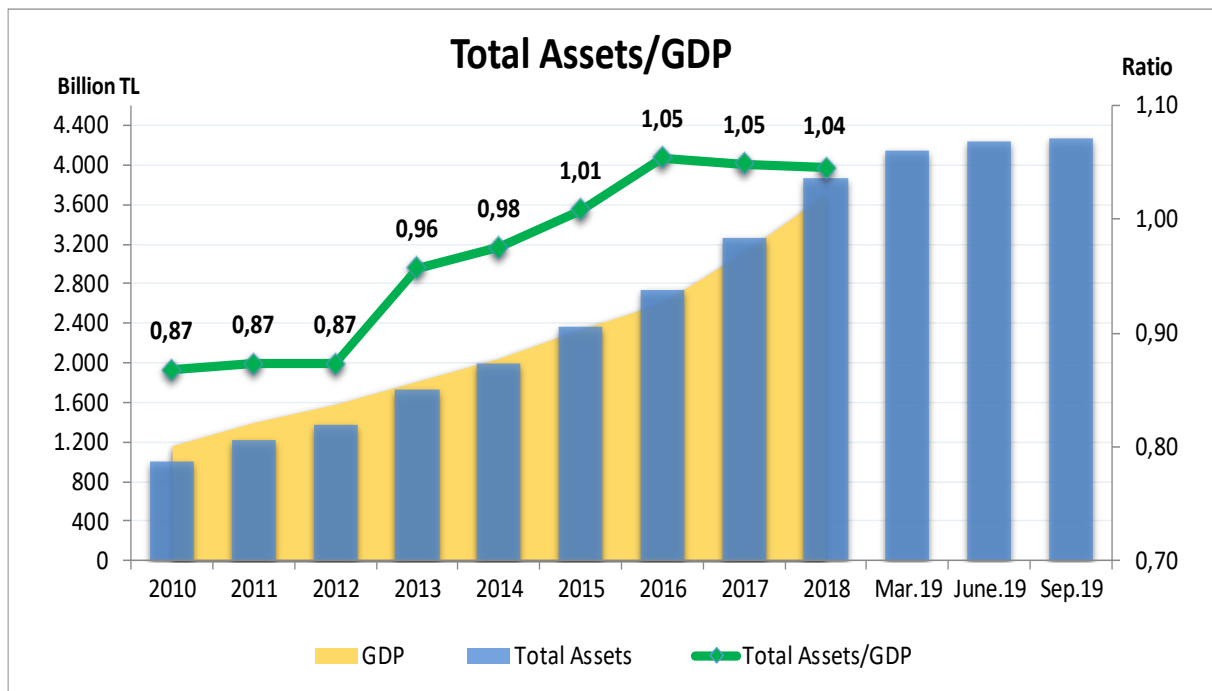
ASSETS	Total (Billion TL)	Changes (%)	
		Previous Quarter	Previous End of Year
CASH and CASH EQUIVALENTS*	441	1,0	6,9
REQUIRED RESERVES	188	-5,4	18,3
LOANS	2.532	-0,3	5,8
NON-PERFORMING LOANS (GROSS)	133	14,1	37,2
SECURITIES	608	3,8	27,3
OTHER ASSETS	504	6,5	18,8
TOTAL ASSETS	4.273	0,9	10,5
LIABILITIES			
DEPOSITS	2.362	3,9	16,0
DUE TO BANKS	524	-7,2	-6,8
FUNDS FROM REPO TRANSACTIONS	144	-10,8	49,1
SECURITIES ISSUED	193	-5,4	10,9
EQUITIES	466	3,7	10,4
OTHER LIABILITIES	584	0,4	1,3
TOTAL LIABILITIES	4.273	0,9	10,5

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

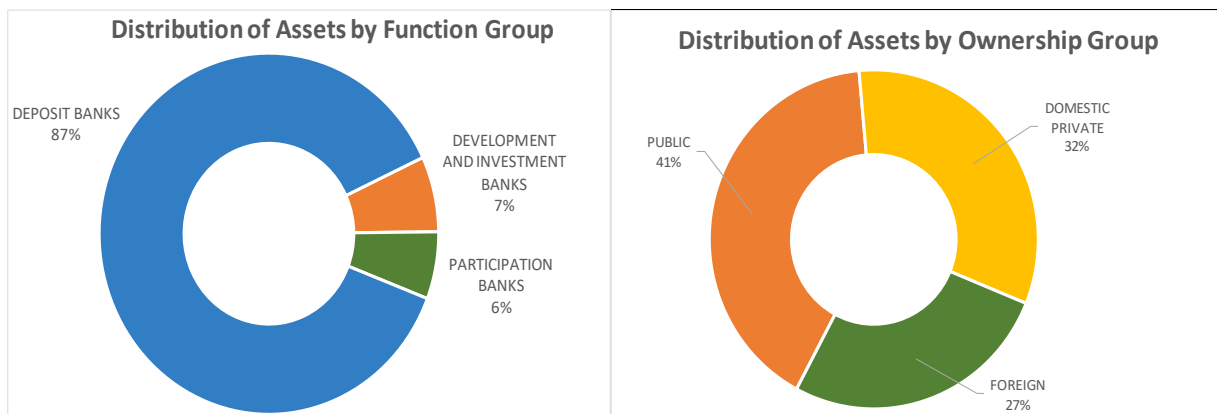
Total assets of Turkish Banking Sector increased by 10,5% to TL 4.234 billion in September 2019 when compared to the previous year-end.

OFF-BALANCE SHEET ITEMS	Total (Billion TL)	Changes (%)	
		Previous Quarter	Previous End of Year
Contingencies	778	-3,5	-0,3
Commitments	4.016	-0,6	12,6
- Derivative Financial Instruments	3.209	-0,9	10,4
- Other Commitments	807	0,4	22,2

Of off-balance sheet items,
 - Contingencies decreased by 0,3%;
 - Derivative financial assets increased by 10,4%
 in September 2019 when compared to the previous year-end.



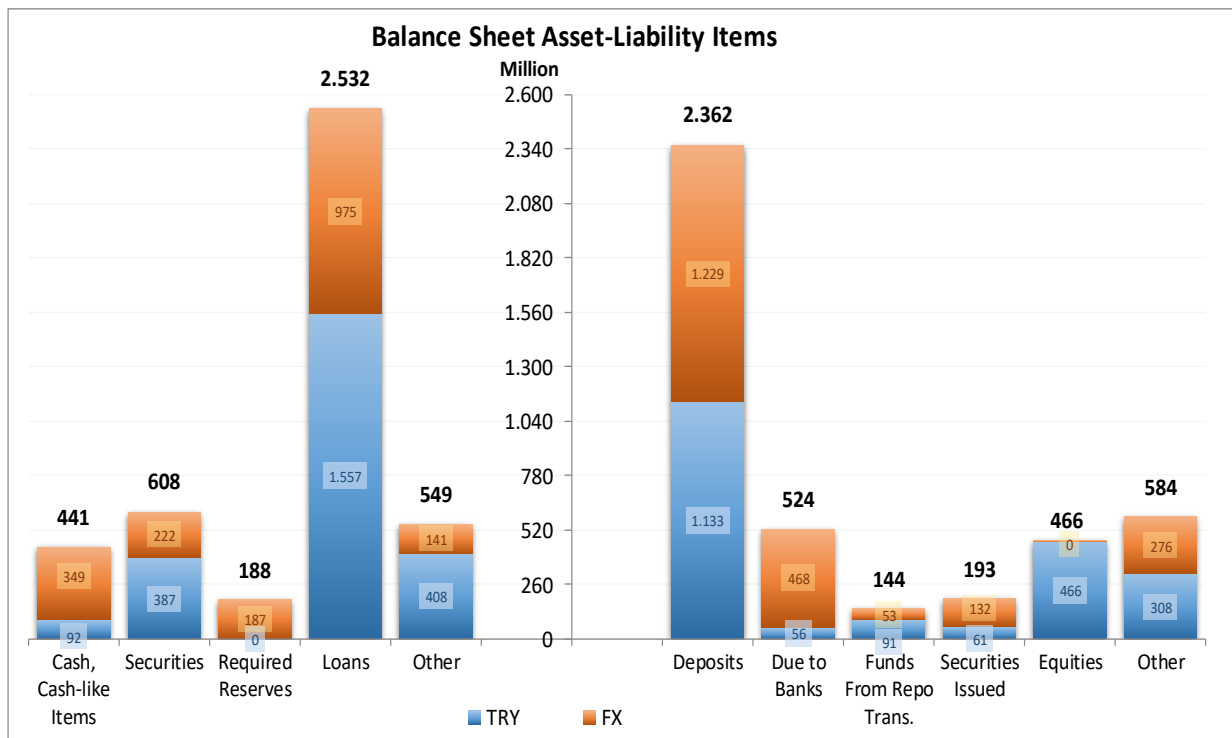
The ratio of asset size of Turkish Banking Sector to GDP realized as 1,04 as of end-2018.



As of September 2019; share of deposit banks, participation banks and development and investment banks in total assets of the banking sector realized as 87%, 7% and 6% respectively.

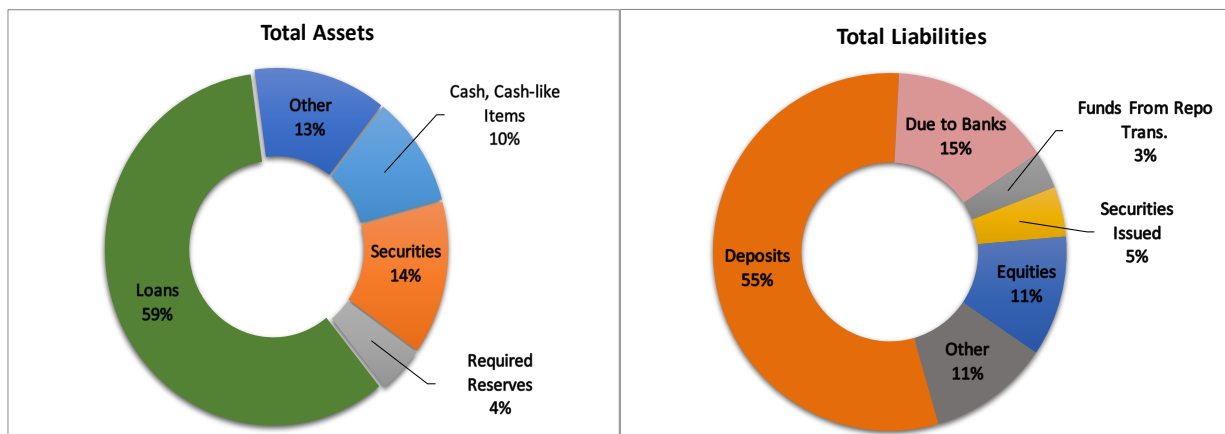
According to the ownership group; share of public, domestic private and foreign banks in total assets of the banking sector realized as 41%, 32% and 27% respectively.

On-balance Sheet Figures



The ratio of FX assets in balance sheet to total assets realized as 43% while the ratio of total FX liabilities to total liabilities realized as 51%.

The share of FX loans in total loans is 39% while the ratio of FX deposit to total deposit is 52%.

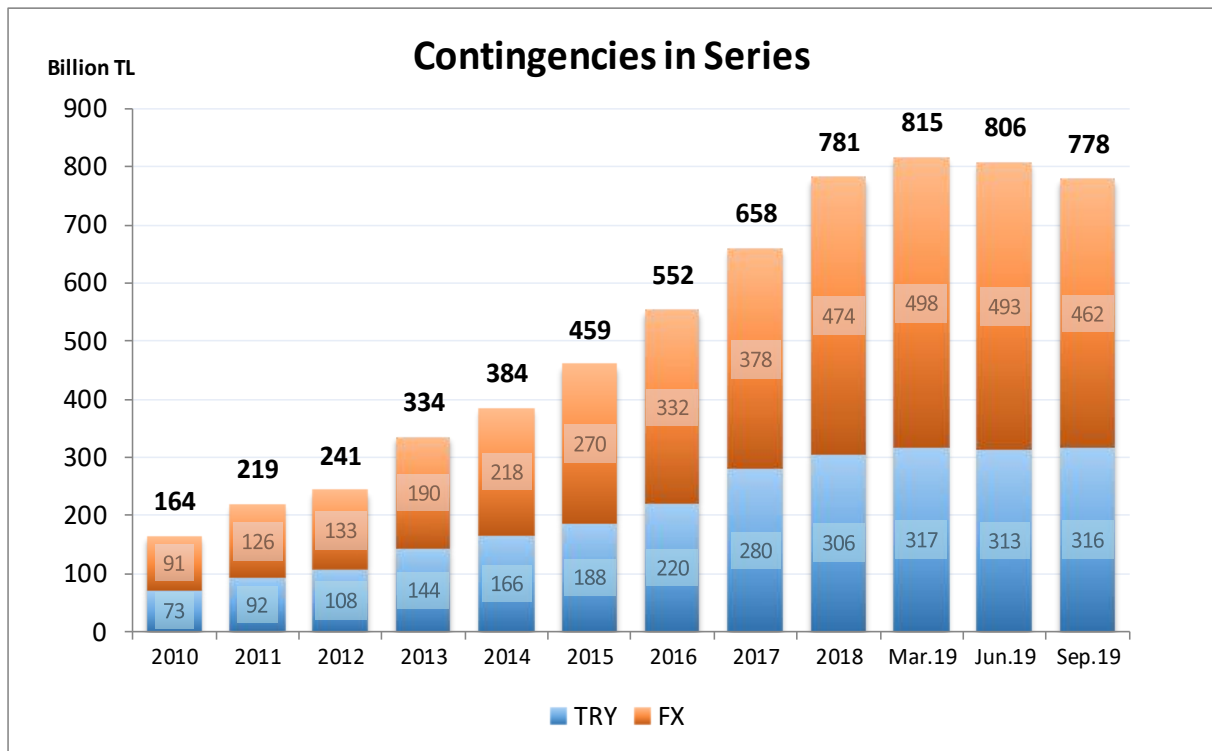


The share of loans, securities and required reserves in total assets realized as 59%, 14% and 4%, respectively.

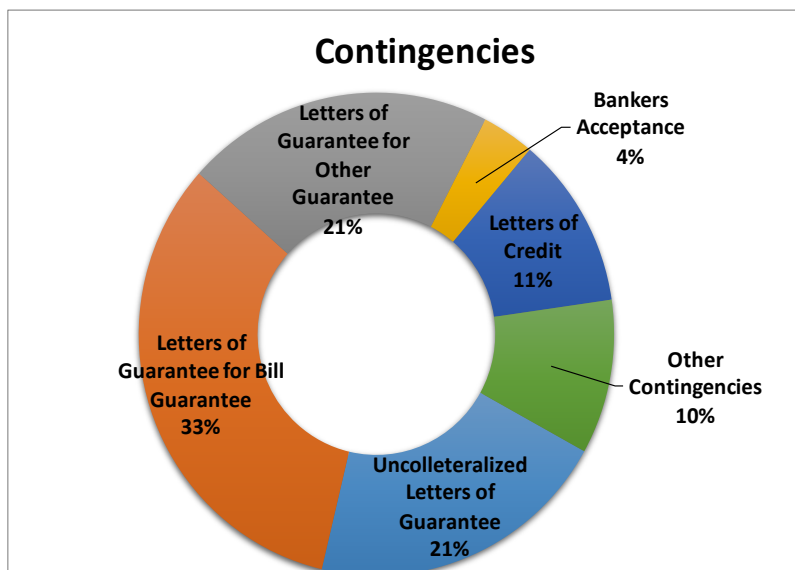
While deposit has the biggest share by 55% in total liabilities, share of payables to banks is 15% and funds from repo is 3%.

The share of equities in total liabilities is 11%.

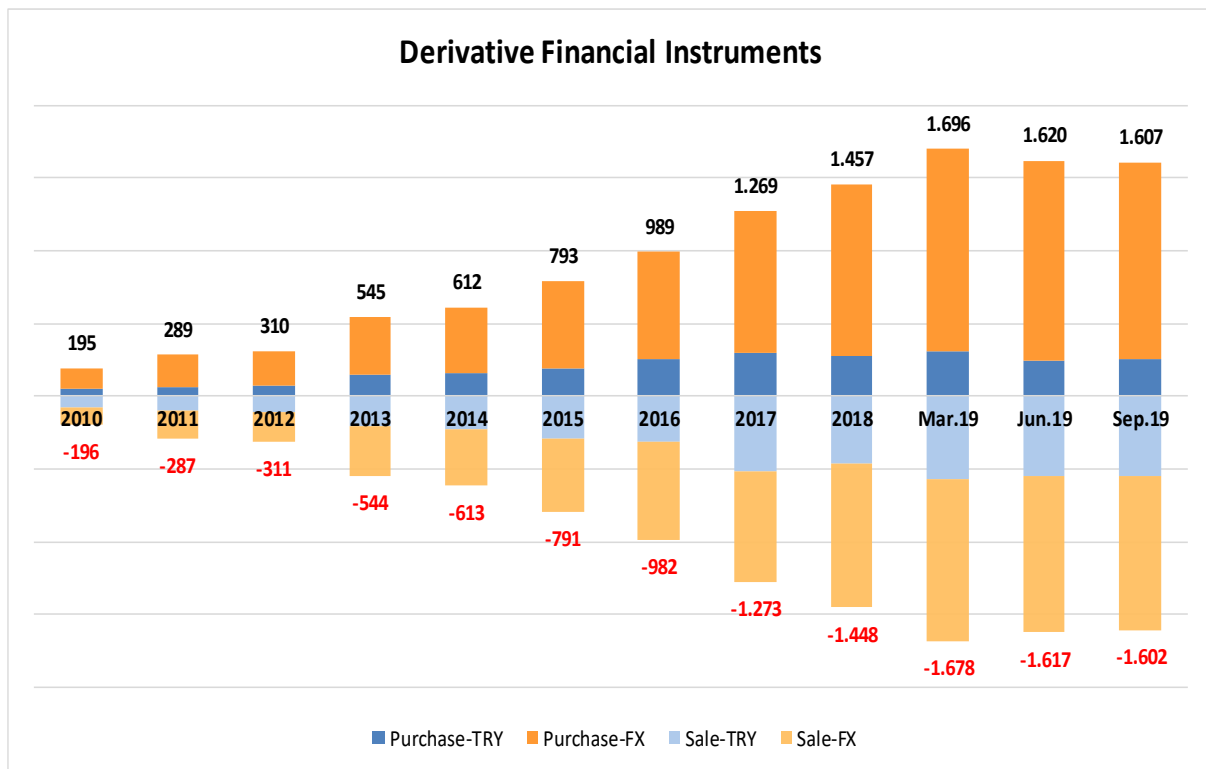
Off-Balance Sheet Figures



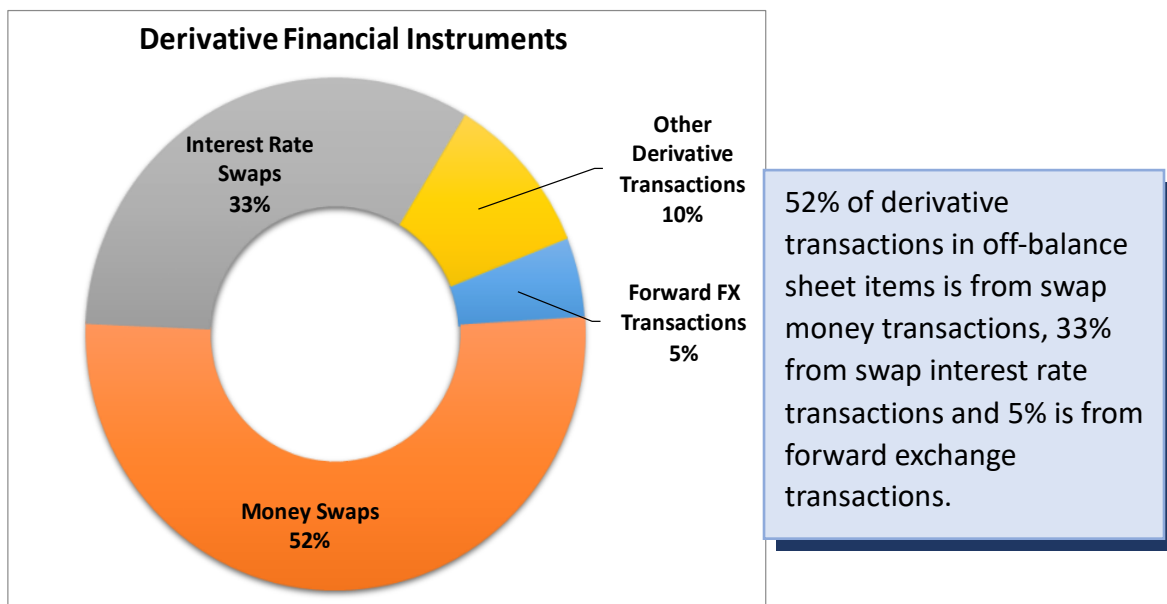
As of September 2019, size of contingencies realized as TL 778 billion.



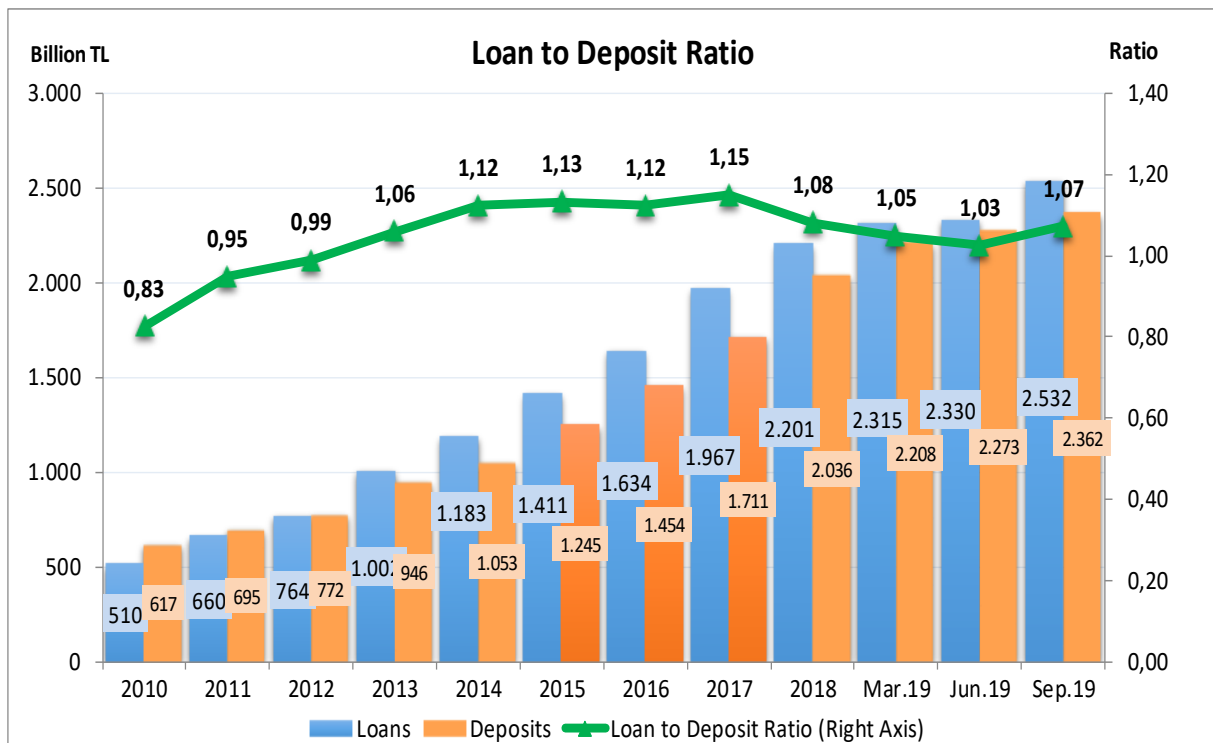
As letters of guarantee is the biggest share in contingencies, share of letters of credit is 11%.



As of September 2019, derivative purchase amount realized as TL 1.607 billion and derivative sales amount realized as TL 1.602 billion.

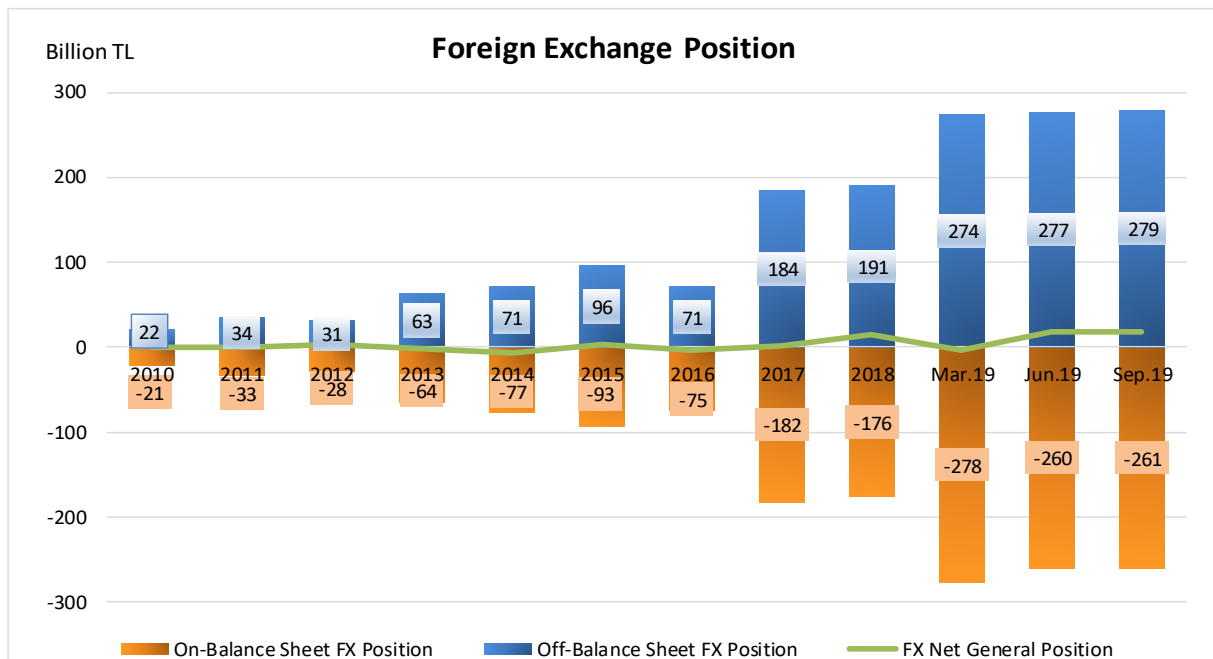


Development of Main Figures



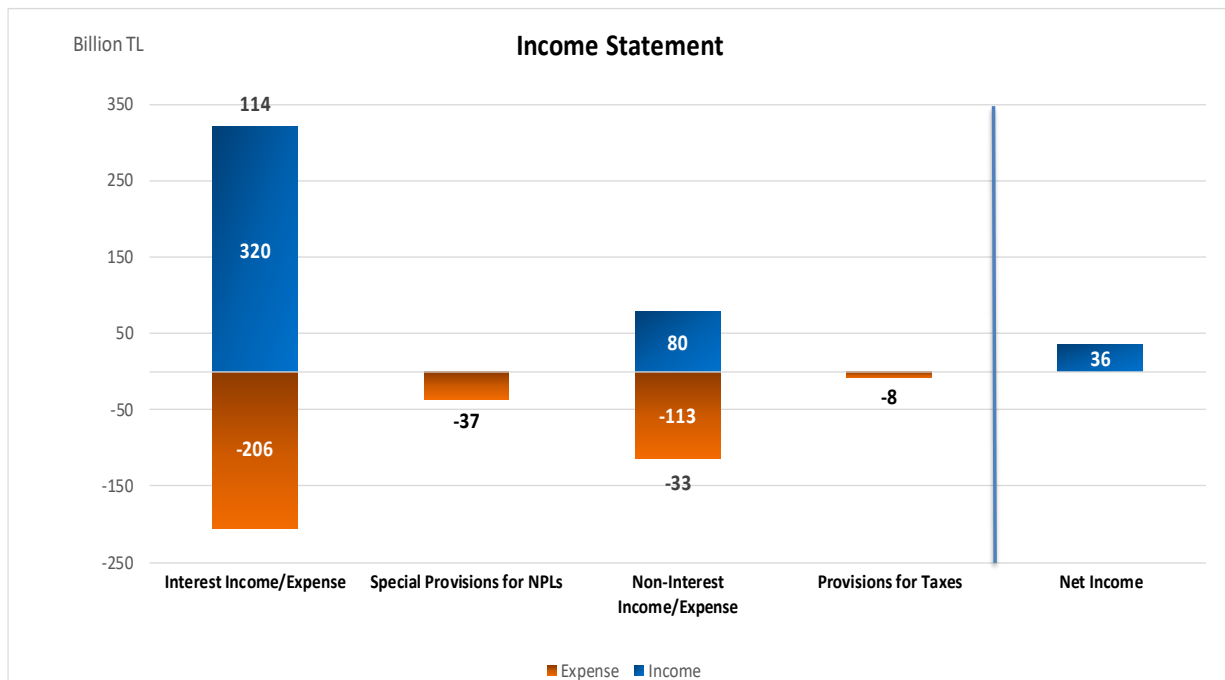
While loans in the third quarter of the year realized as TL 2.532 billion, deposit realized as TL 2.362 billion. Conversion ratio of deposit to loans is 1,07 as of September 2019.

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

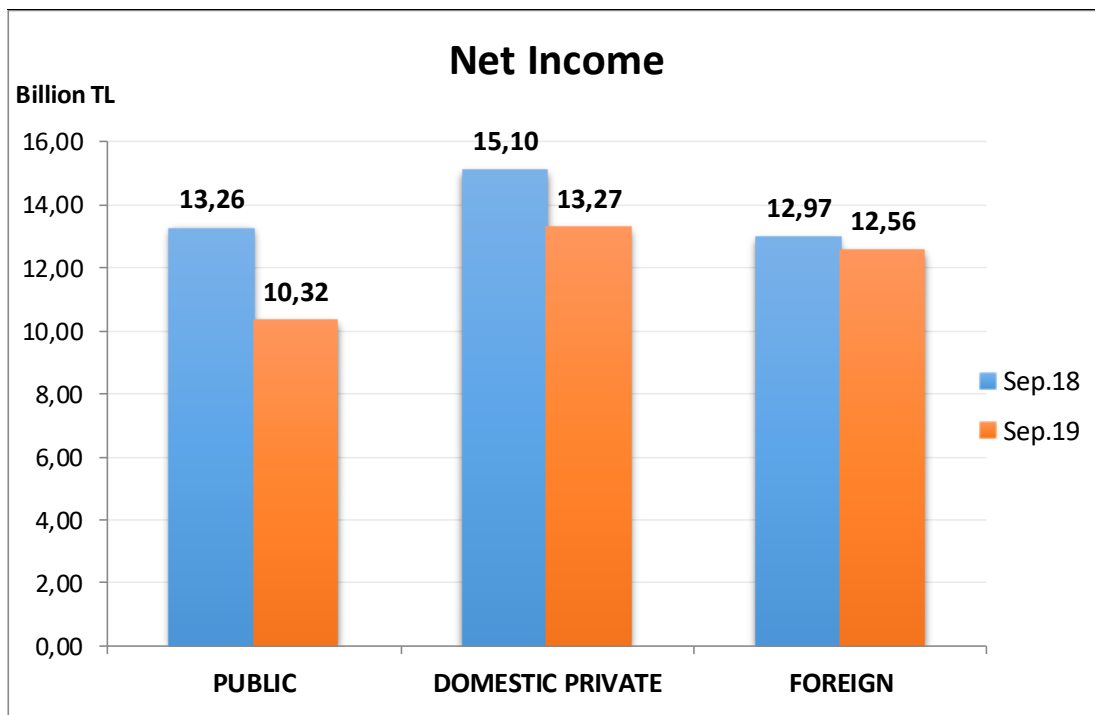


Off-balance sheet FX position has a surplus of TL 279 billion while on-balance sheet FX position has a deficit of TL 261 billion and FX Net General Position has a surplus of approximately TL 18 billion.

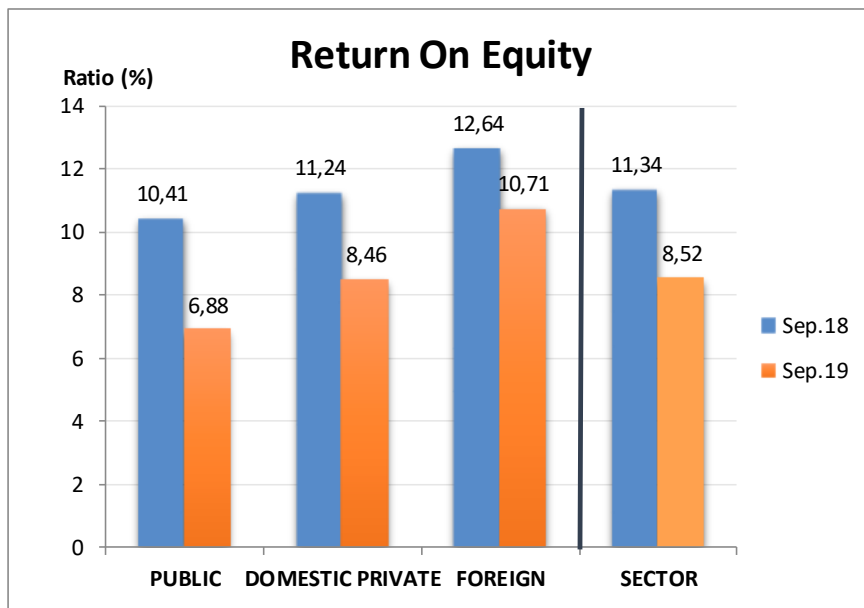
PROFITABILITY



In the income statement of banking sector, interest income realized as TL 320 billion and interest expense realized as TL 206 billion. As of September 2019, net income of Turkish Banking Sector is TL 36 billion.

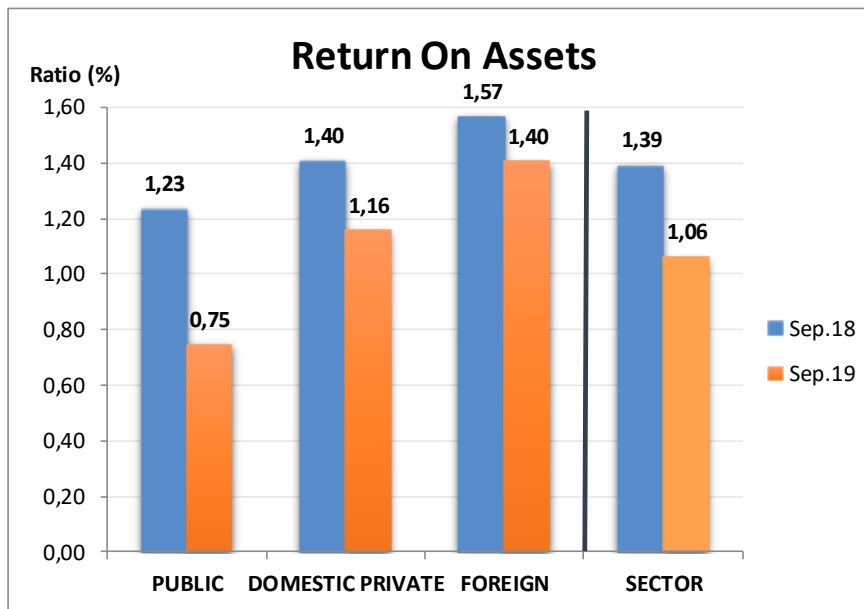


Net income of September 2019 period decreased in public, domestic private and foreign bank groups when compared to the same period of 2018.

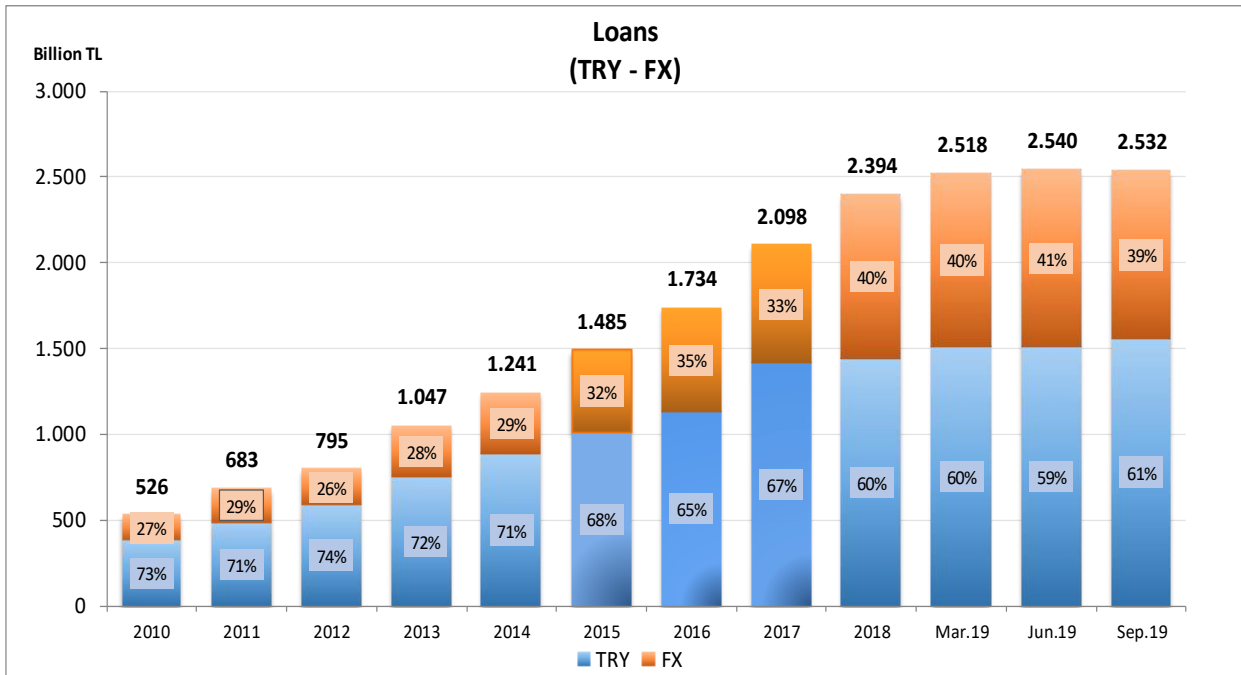


ROE of Turkish banking sector realized lower in public, domestic private and foreign banks groups when compared to the same period of the previous year.

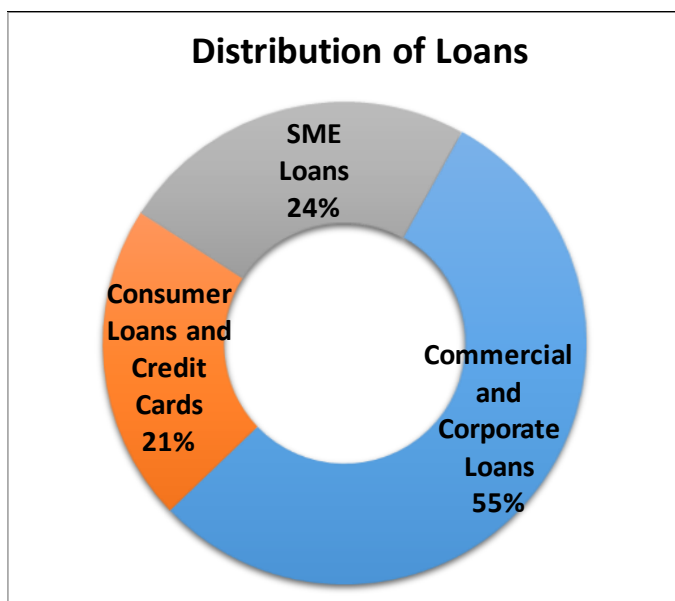
ROA of Turkish banking sector as of September 2019 realized lower as to the same period of the previous year.



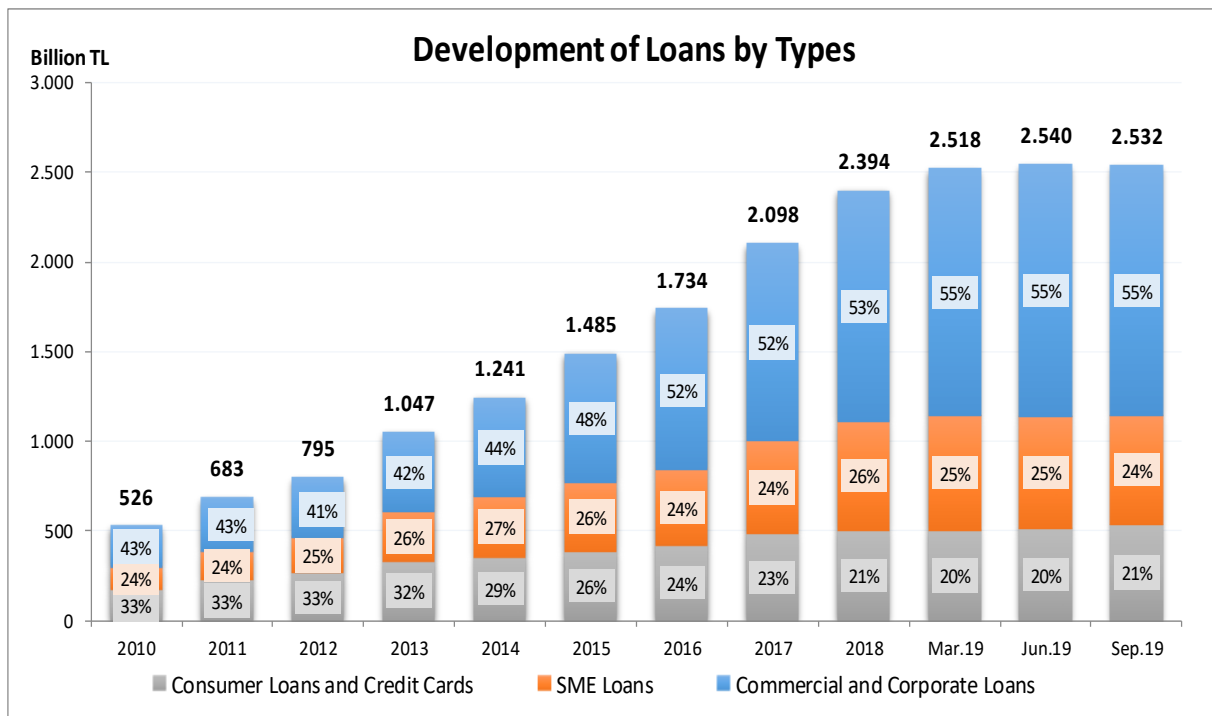
LOANS



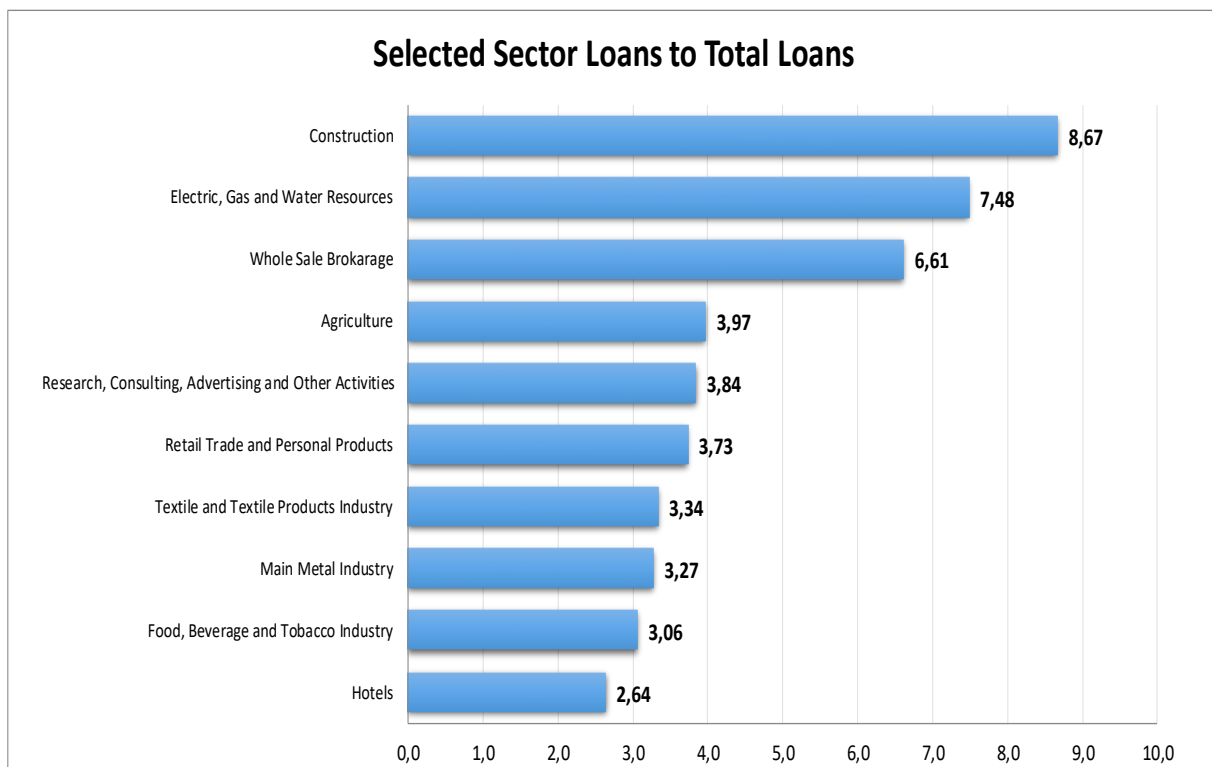
As of September 2019, total loans amount to TL 2.532 billion and TL 1.557 billion of the mentioned amount is comprised of TL loans while TL 975 billion is comprised of FX loans.



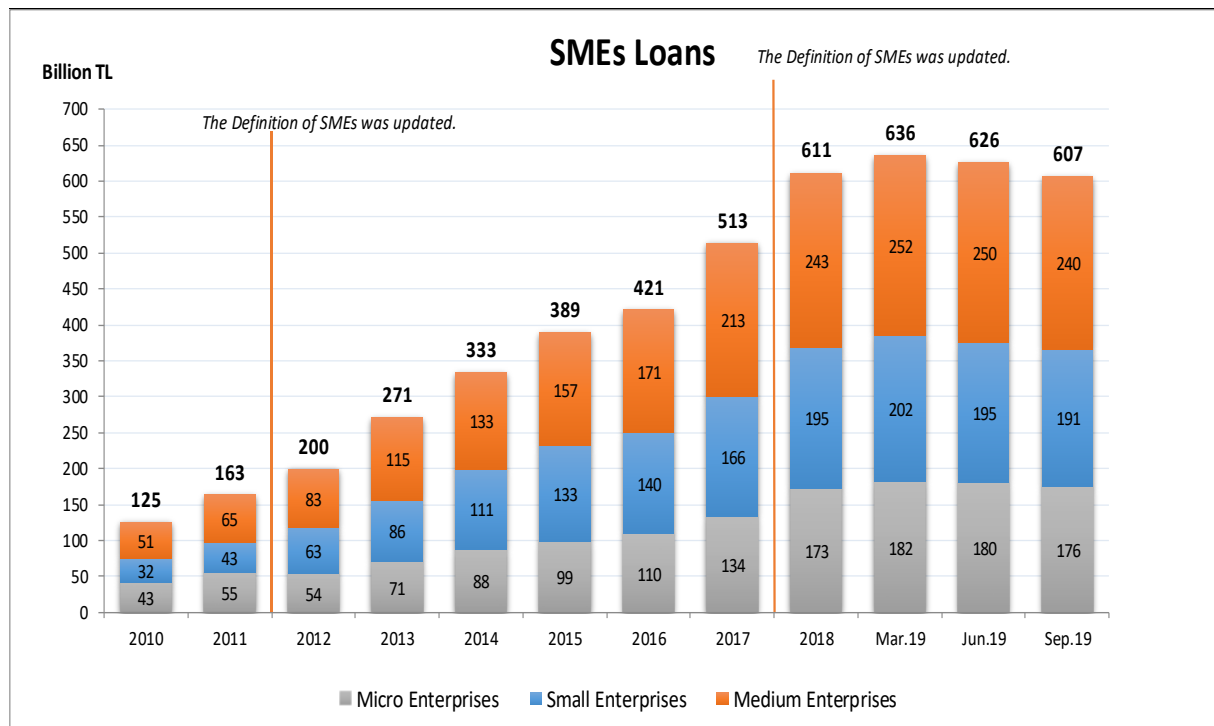
Share of commercial and corporate loans is 55%, share of SMEs loans is 24% and share of consumer loans (including credit cards) is 21% in total loans.



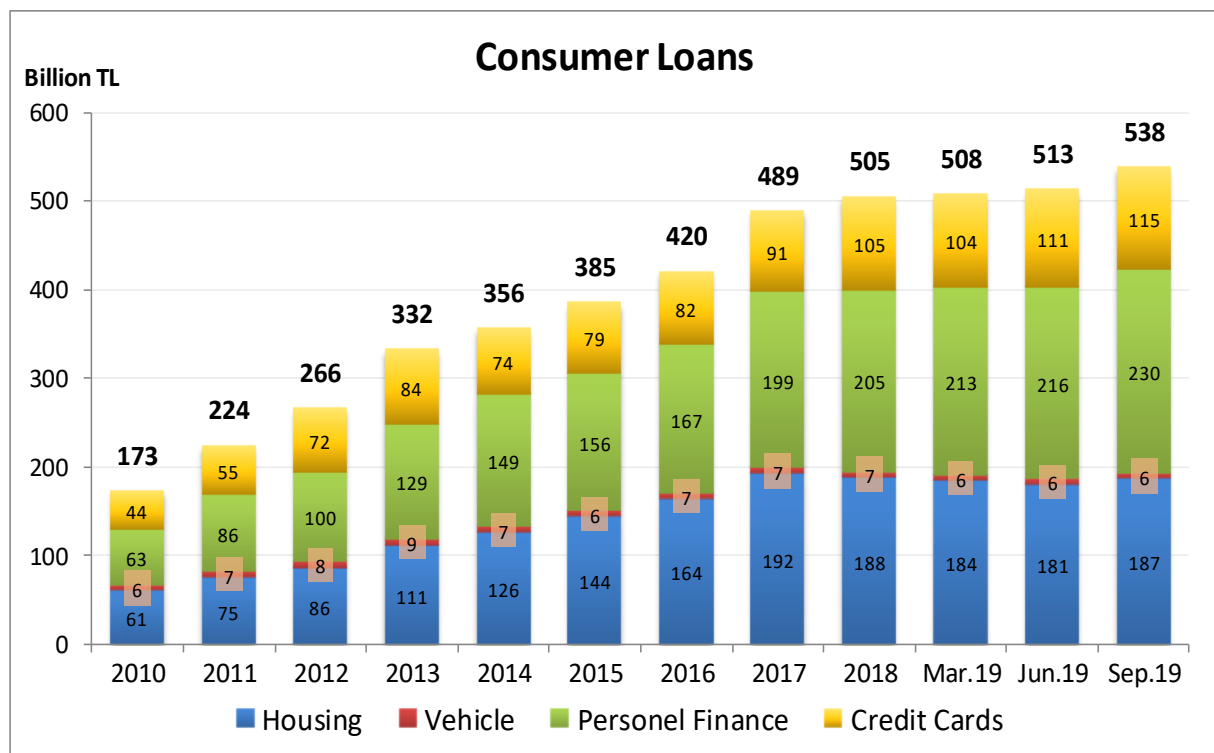
As of September 2019; commercial and corporate loans realized as TL 1.387 billion, SMEs loans as TL 607 billion while consumer loans and credit cards realized as TL 538 billion.



The share of construction sector is 8,67% and share of electric, gas and water resources sector in total loans is 7,48%.

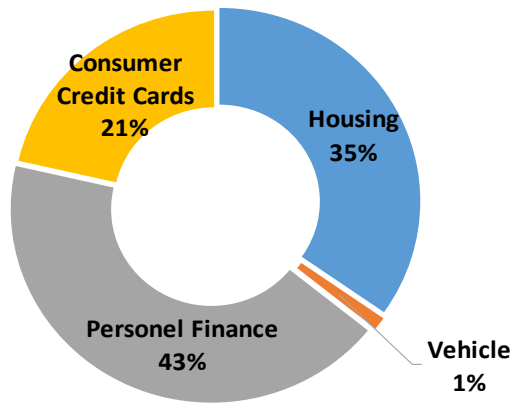


According to operating classes, medium enterprises SMEs loans decreased when compared to the previous quarter.

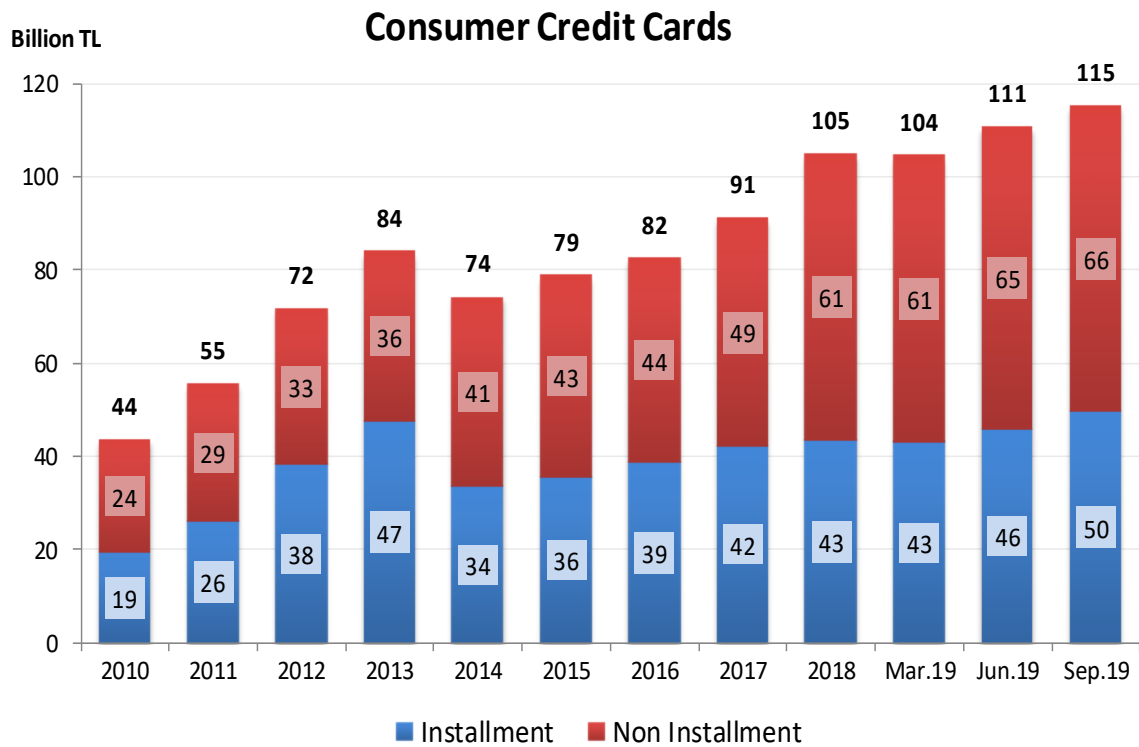


In September 2019 period, consumer loans increased as to the previous quarter and realized as TL 538 billion. Housing loans, credit cards as well as personal finance loans realized as TL 187 billion, TL 115 billion and TL 230 billion, respectively.

Distribution of Consumer Loans

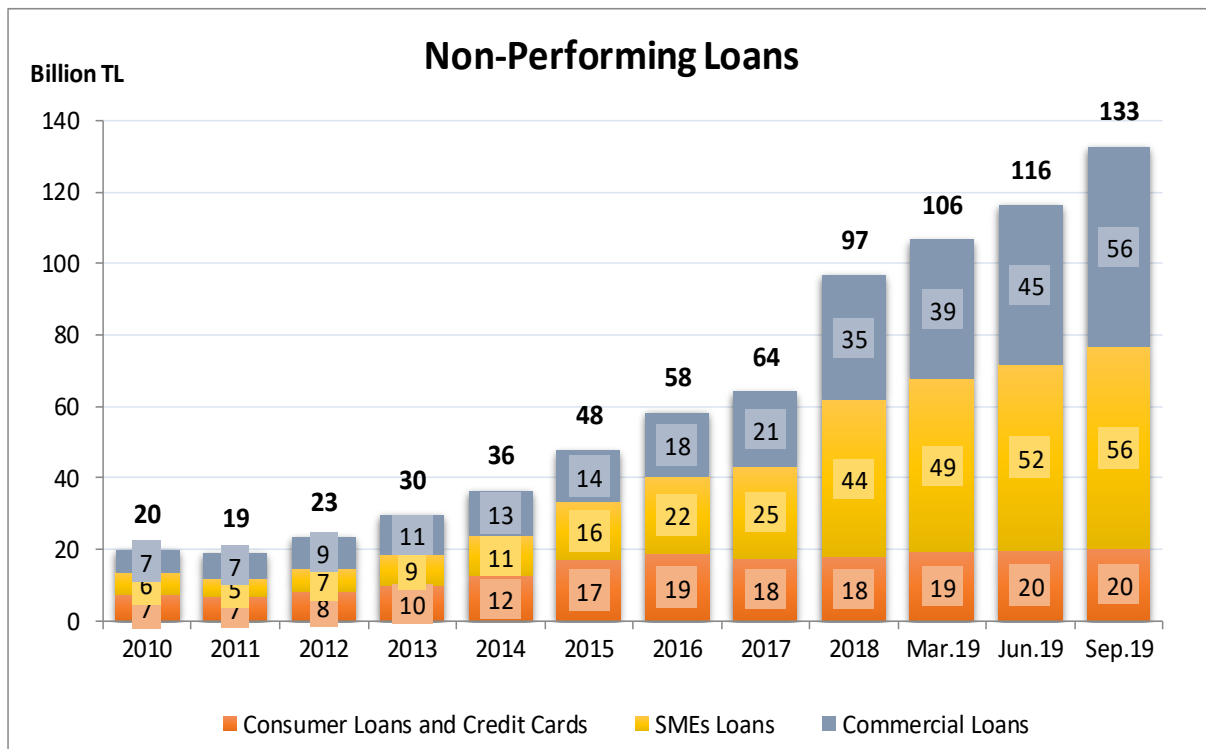


In consumer loans, the share of personal finance loans is 43%, housing loans 35% and share of credit cards is 21%.

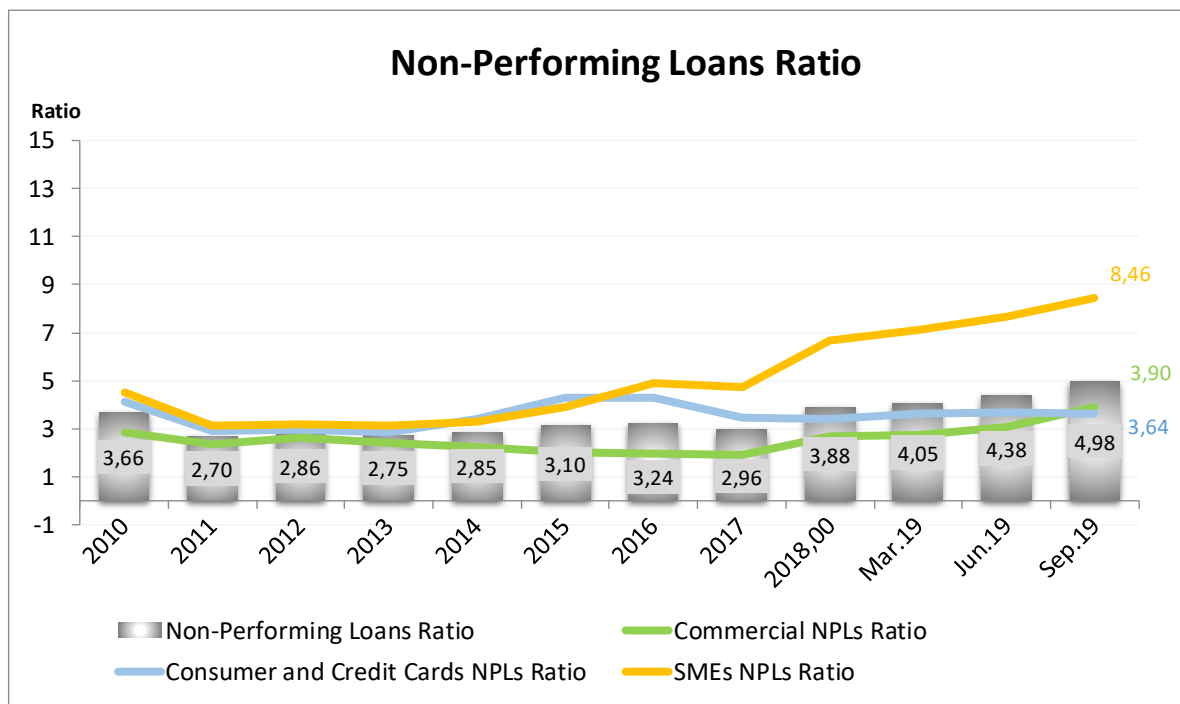


Personal credit cards amount increased when compared to the previous period and realized as TL 115 billion in June 2019.

Non-performing Loans

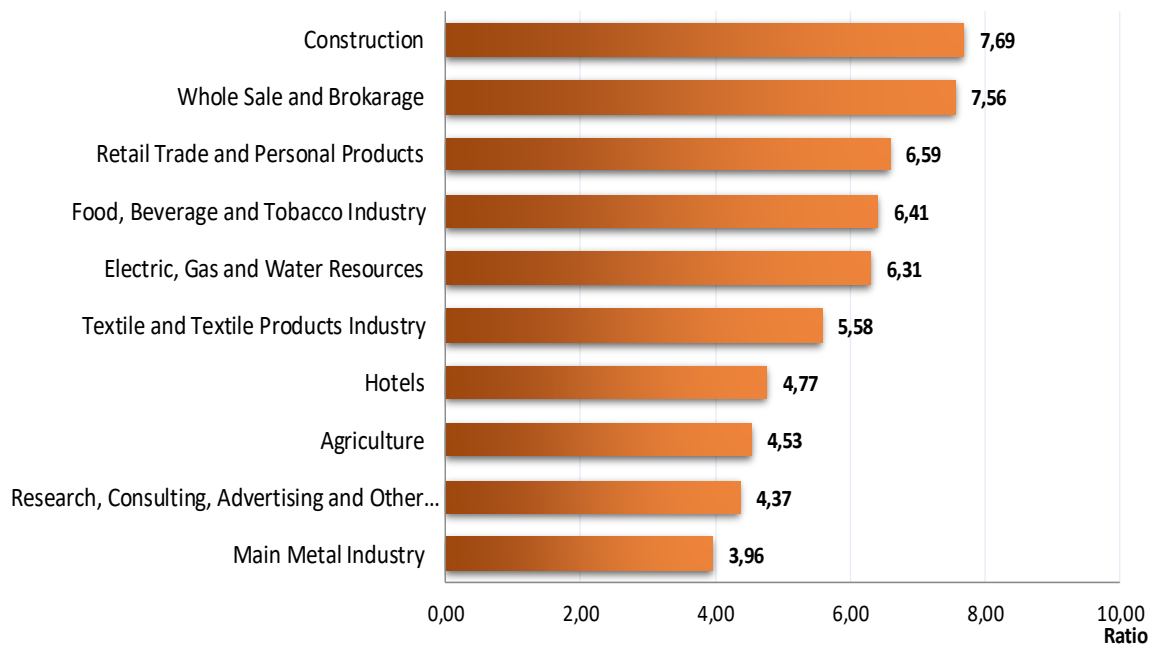


As of September 2019, gross amount of NPLs is TL 133 billion.



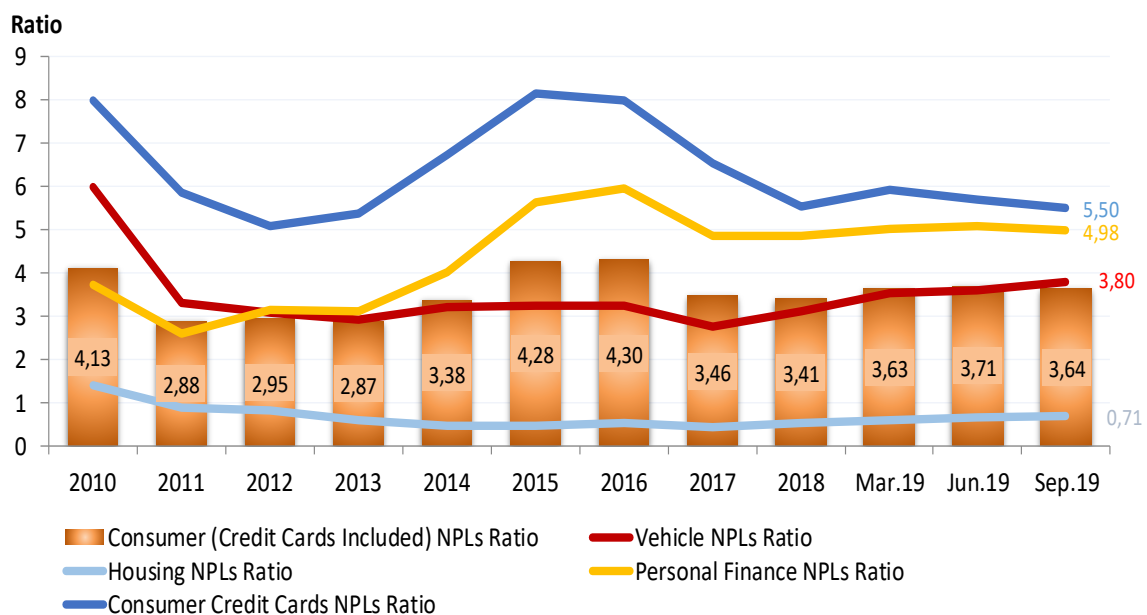
NPLs to Loans ratio in banking sector realized as 4,98% in September 2019.

Selected Sectors NPLs Ratios



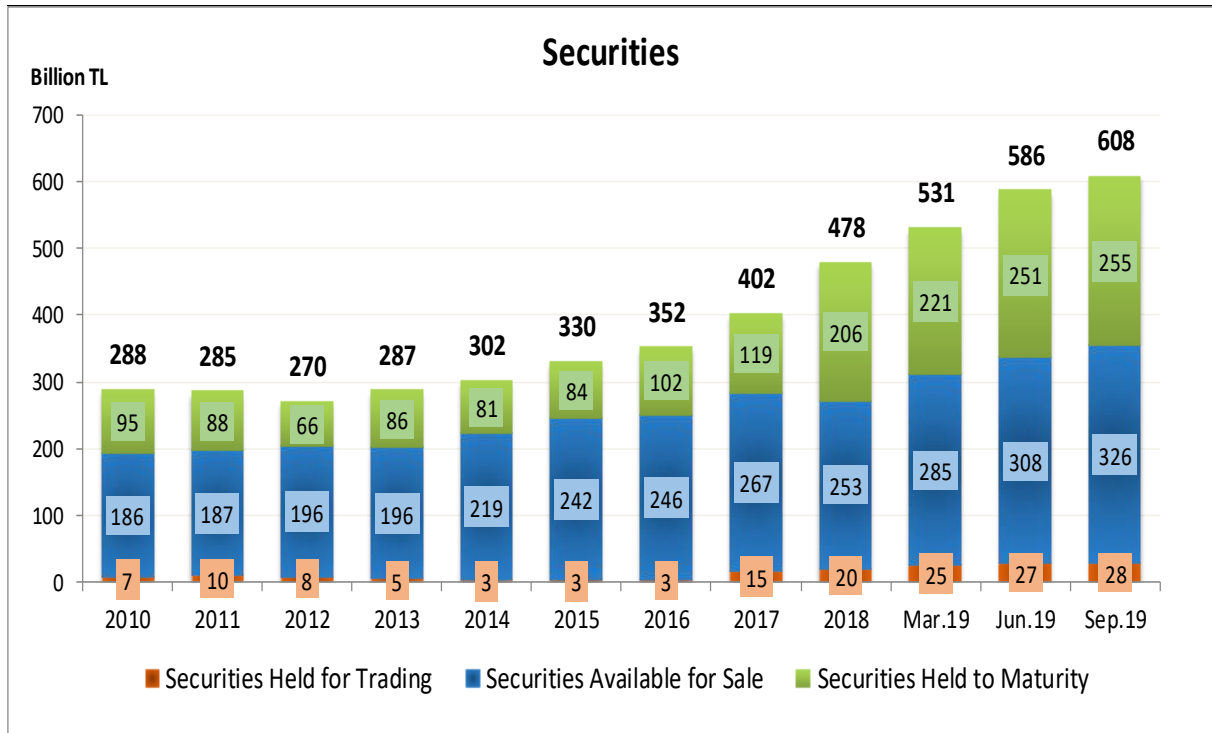
NPLs to Loans ratio in sectoral loans realized as 7,69% in construction sector, 7,56% in wholesale trade and brokerage and 6,59% in retail trade and personal products sector.

Consumer NPLs Ratios

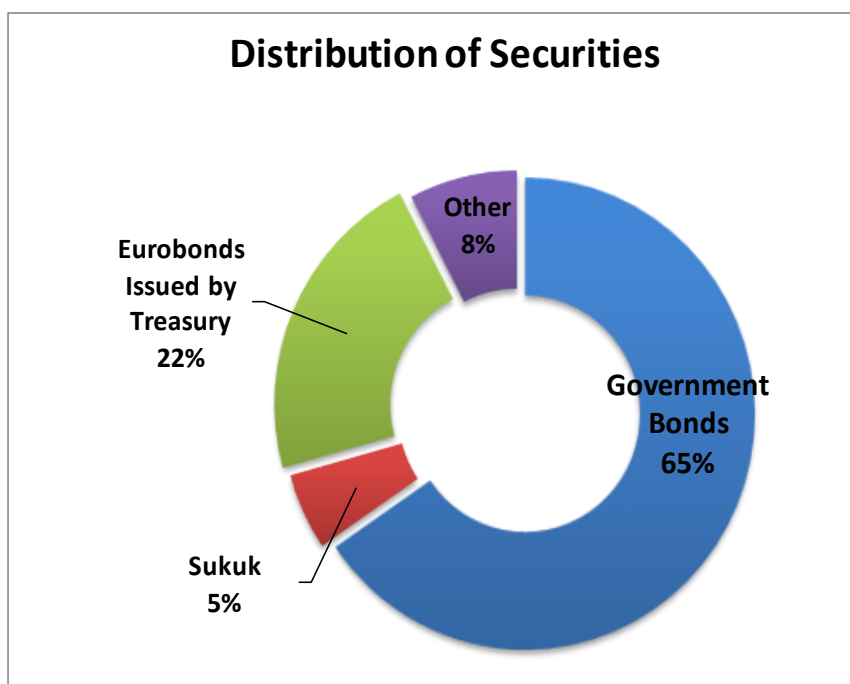


NPLs to Loans ratio of consumer loans (including personal credit cards) realized as 3,64% in September 2019 period.

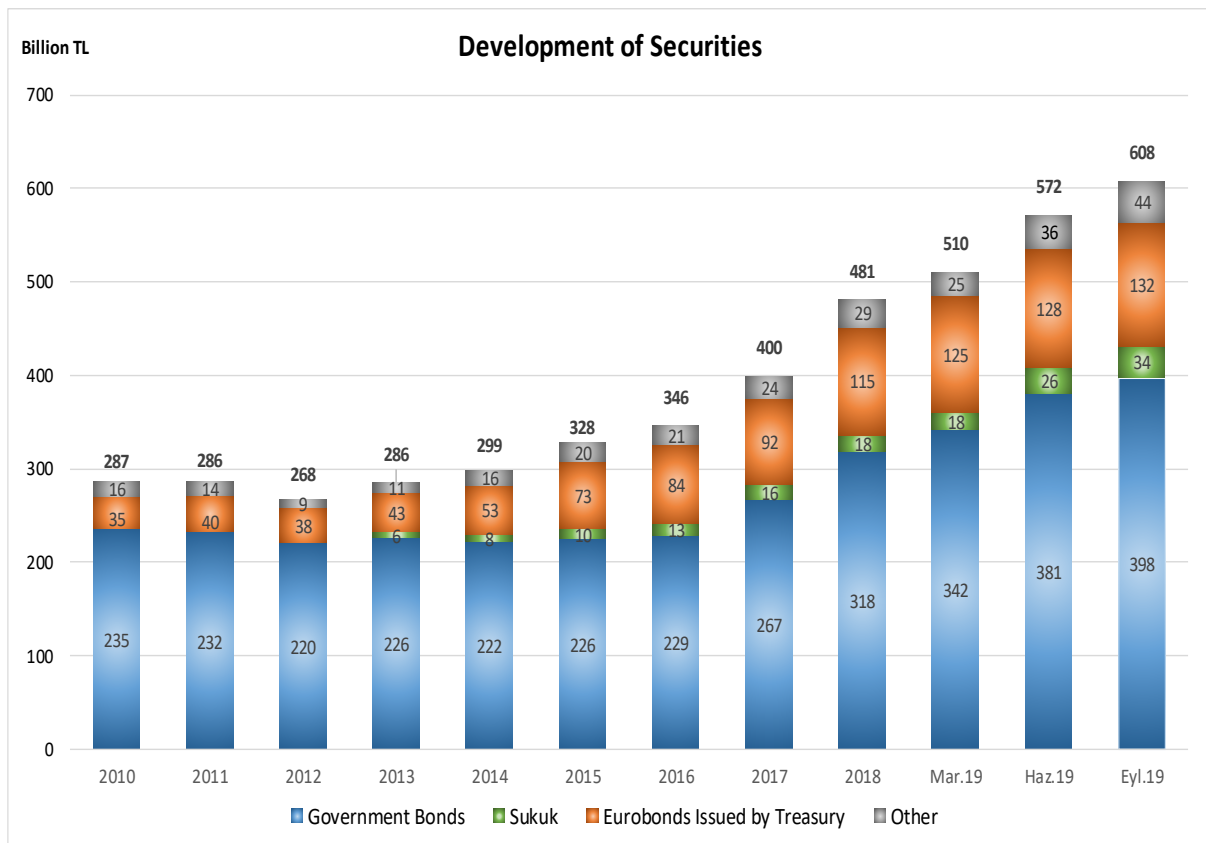
Securities



Total securities increased when compared to the previous quarter and realized as TL 608 billion.

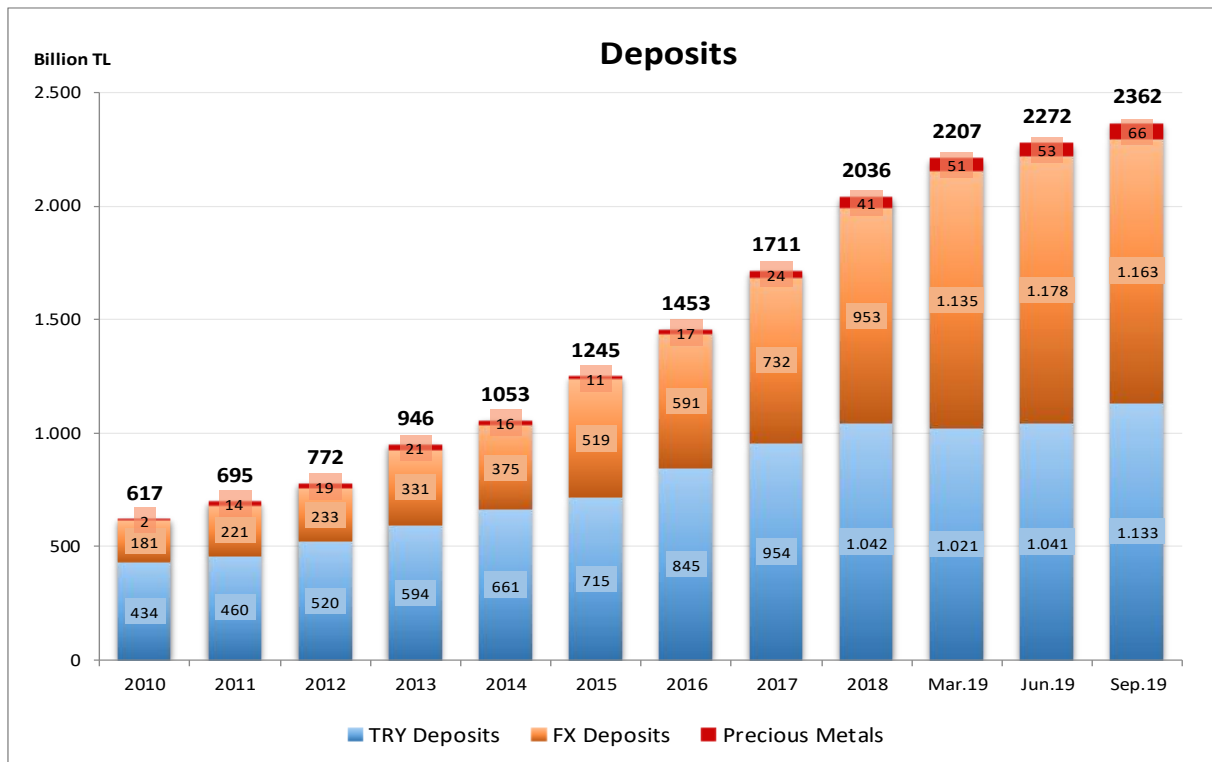


65% of securities are comprised of Government bonds, 22% are Eurobonds issued by Treasury and 5% are comprised of sukuk.

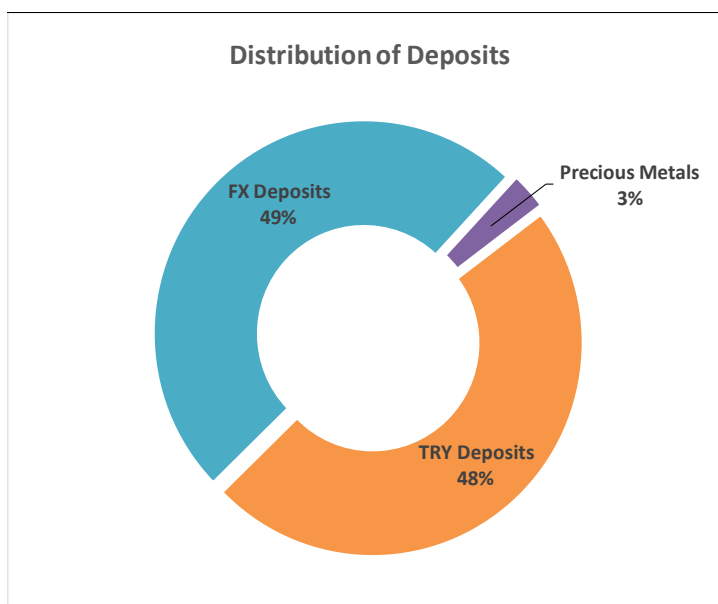


As of September 2019; Government Bonds realized as TL 398 billion, Eurobonds Issued by Treasury as TL 132 billion while Sukuk realized as TL 34 billion.

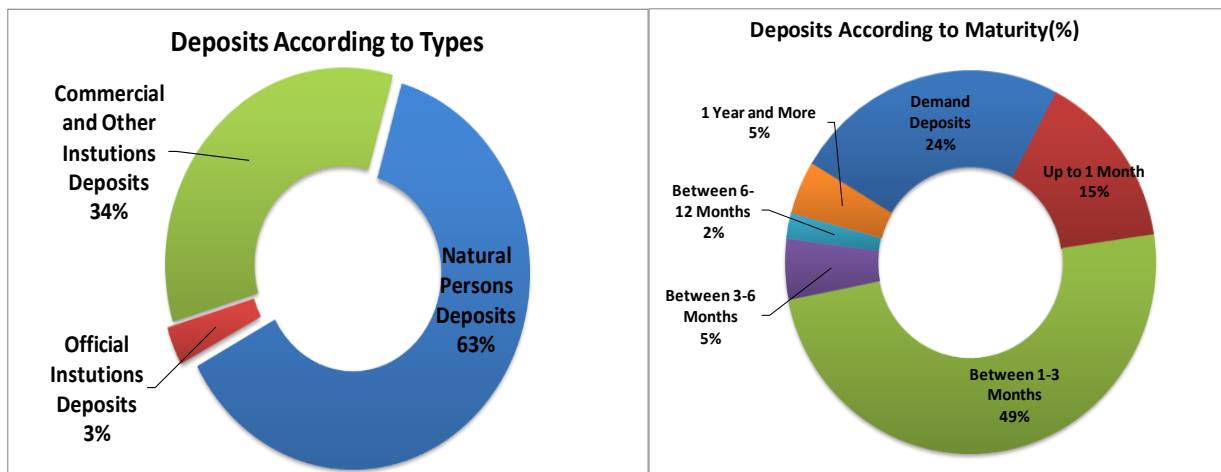
Deposits



TL 1.133 billion of total deposits is comprised of TL Deposits /Participation Funds, TL 1.163 billion comprised of FX Deposits Account/Participation Funds and TL 66 billion is comprised of precious metals accounts.

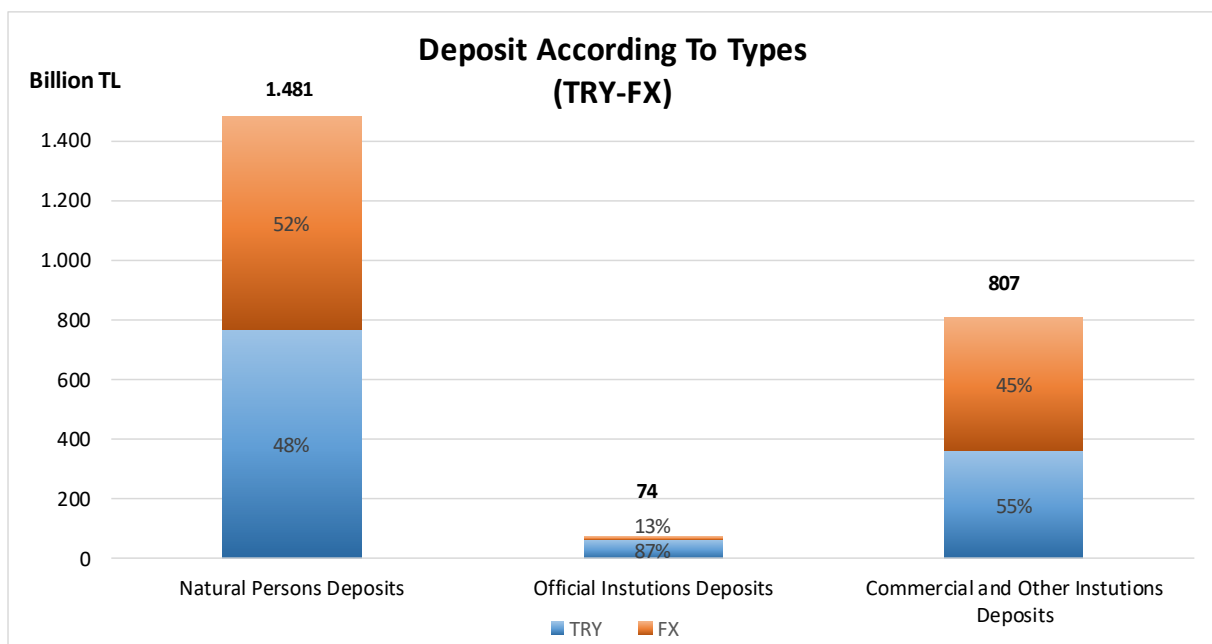


48% of total Deposits are TRY Deposits/Participation funds, 49% of FX Deposits/Participation funds and 3% of Precious Metals.



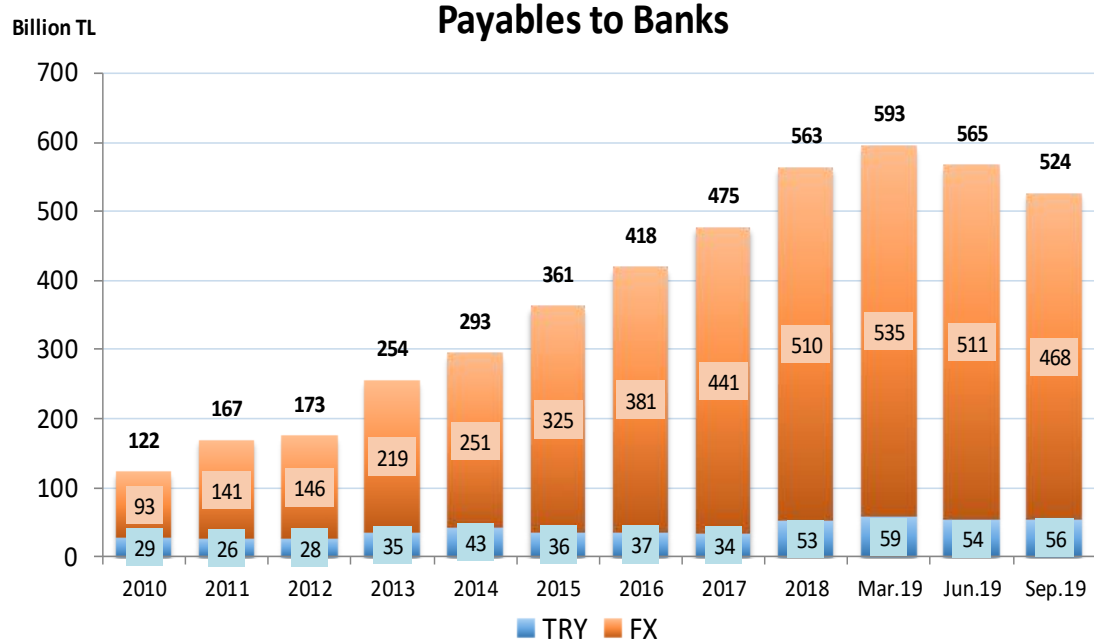
While 63% of deposits are comprised of natural person deposits, the share of commercial and other institutions deposits is 34% and share of official institutions' deposits is 3%.

The share of demand deposits in total deposits by their opening maturities is 24% and share of 1-3 month deposits is 49%.

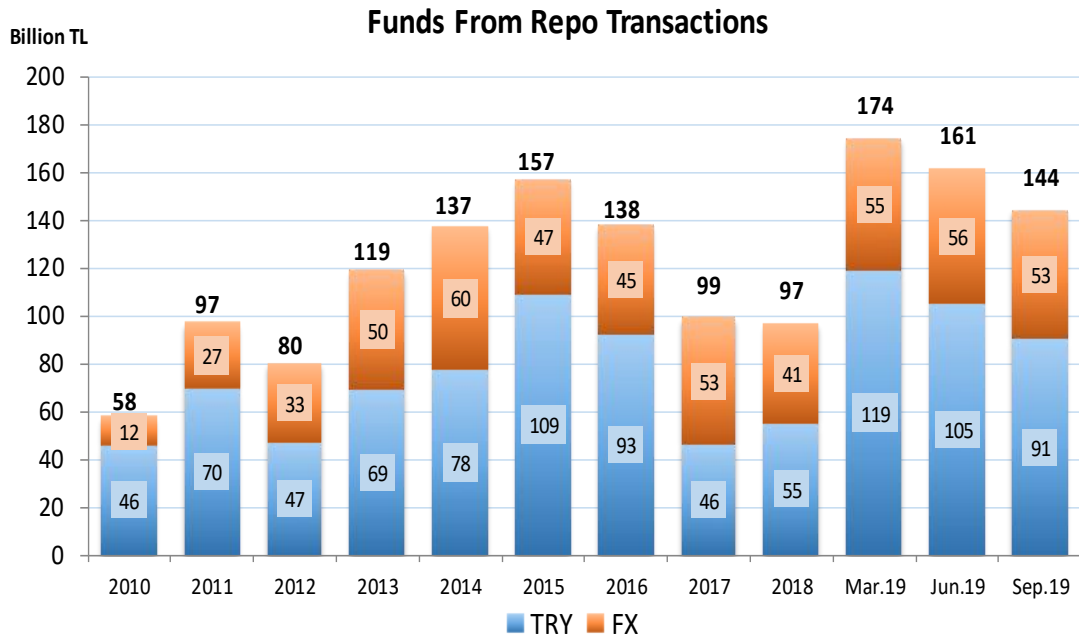


As of September 2019; TL 770 billion of natural persons deposits is comprised of TRY deposits while TL 771 billion is comprised of FX deposits and TL 365 billion of commercial and other institutions deposits of TRY deposits while TL 442 billion is comprised FX deposits.

Payables to Banks and Repo Transactions

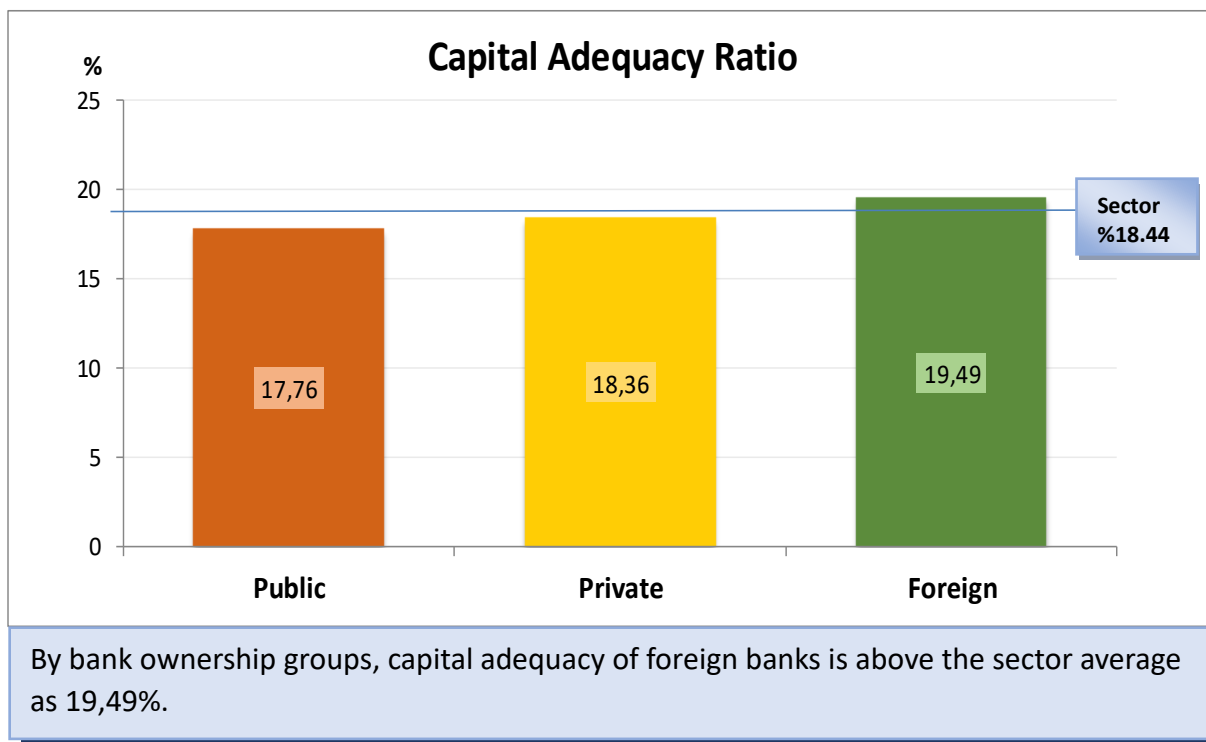
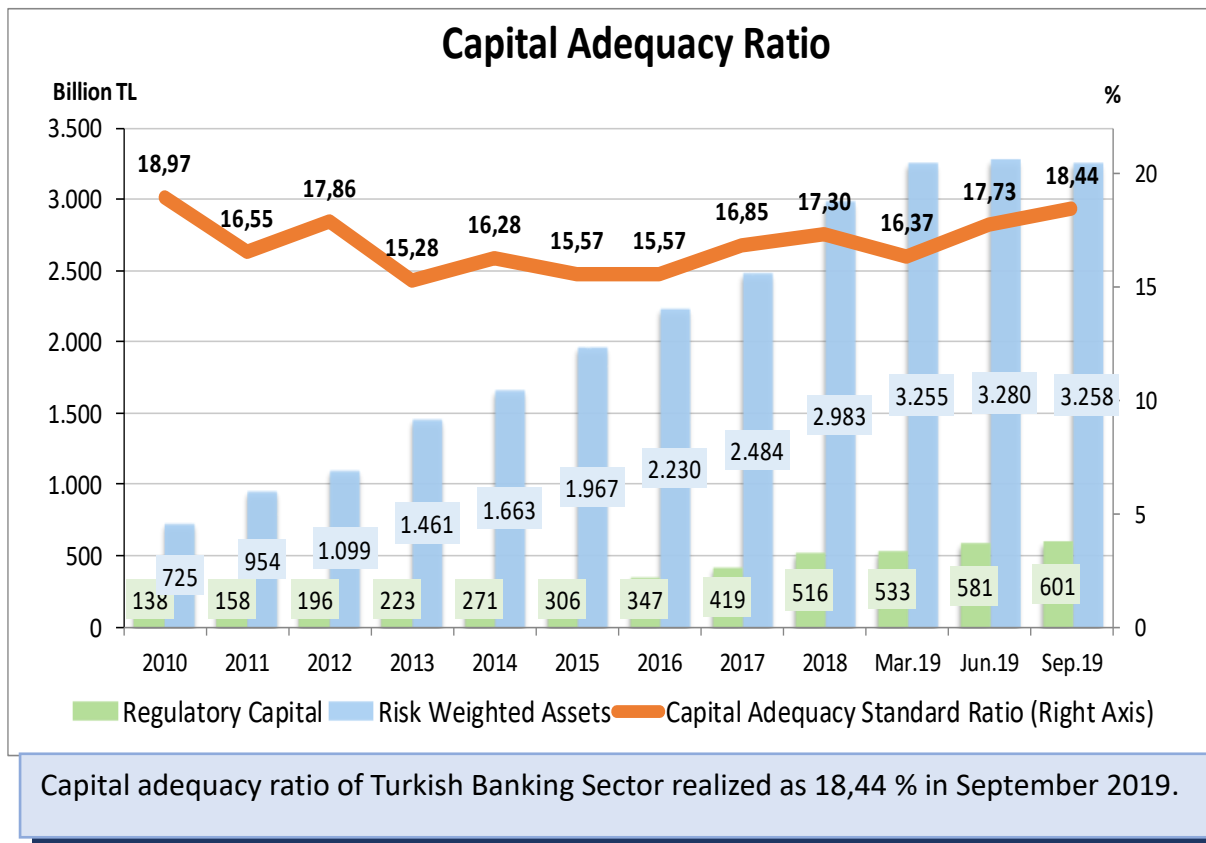


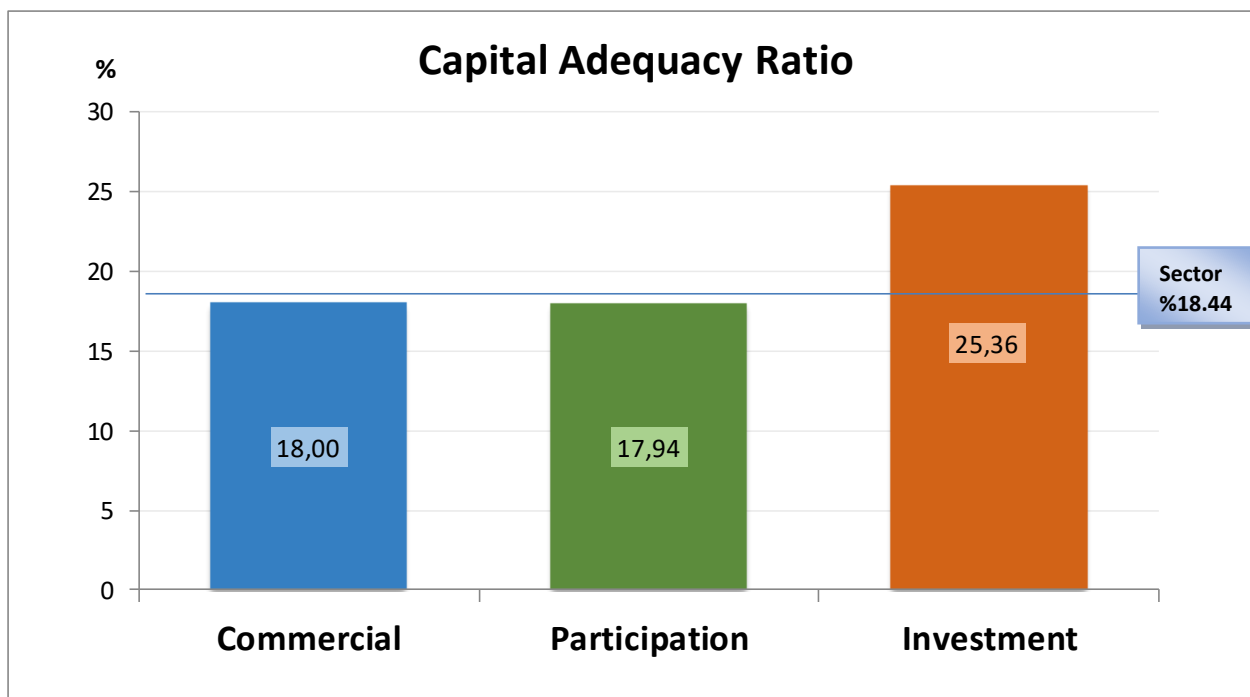
Payables to banks amount to a total of TL 524 billion as TL 56 billion Turkish Lira and TL 468 billion FX.



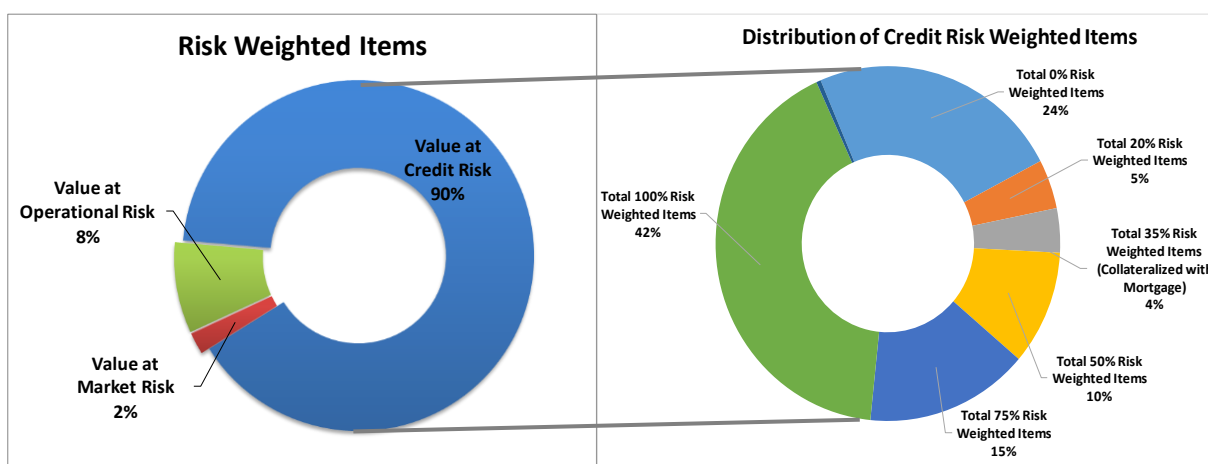
Funds amount from Repo transactions decreased when compared to the previous quarter and realized as TL 144 billion in September 2019.

Capital Adequacy





By function groups, capital adequacy ratio realized as 18,00%, 17,94% and 25,36% 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.

Among the risk weighted items included in the calculation of the amount subject to credit risk, the share of those with 100% risk weight is 42% and those with 0% risk weight is 24%.

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.
- The graphs in this publication prepared by using Turkish Banking Sector Interactive Monthly Bulletin data. Detailed data by sector, banks groups and function groups can be accessed from Turkish Banking Sector Interactive Monthly Bulletin application.
- Detailed and explanations on the scope of data in Turkish Banking Sector Interactive Monthly Bulletin are also valid the data included in this publication.
- Since Turkish Banking Interactive Banking Sector data is updated from time to time, there are likely to be some differences.
- Data published in this publication is based on data dated 18 November 2019.

Department of Data and System Management
Banking Regulation and Supervision Agency
September 2019



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