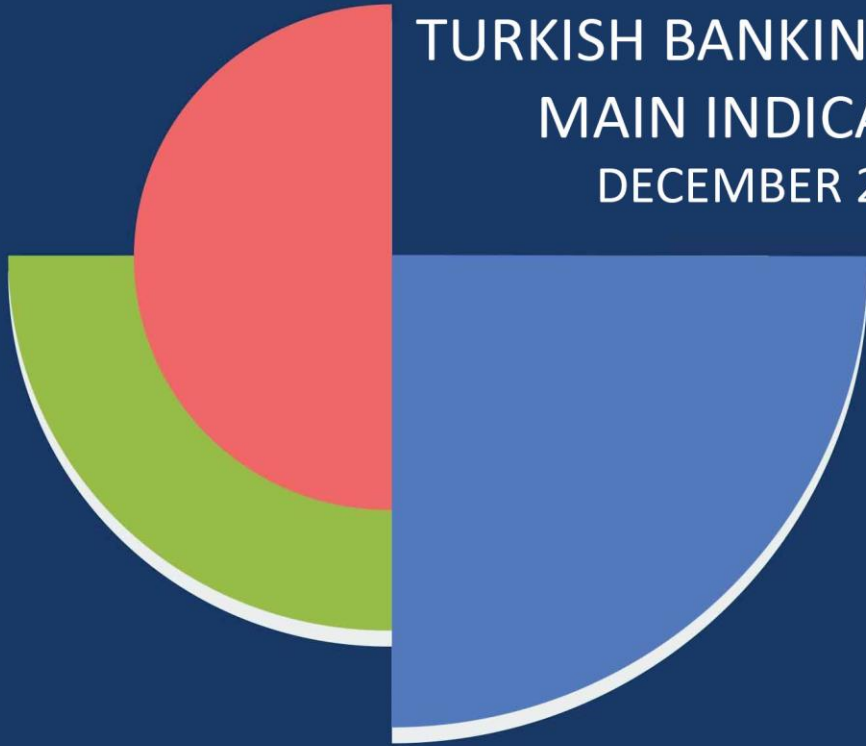




**BANKING
REGULATION AND SUPERVISION
AGENCY OF TURKEY**

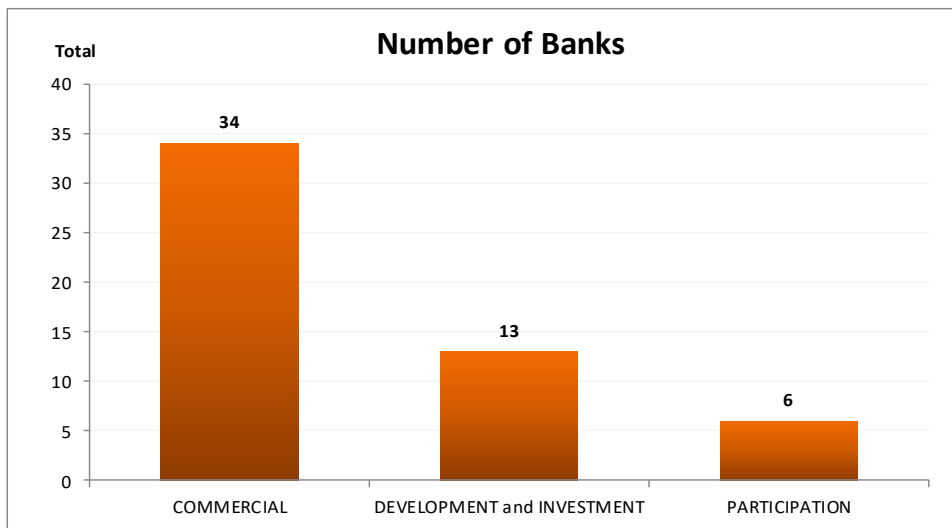


**TURKISH BANKING SECTOR
MAIN INDICATORS
DECEMBER 2019**

TABLE OF CONTENTS

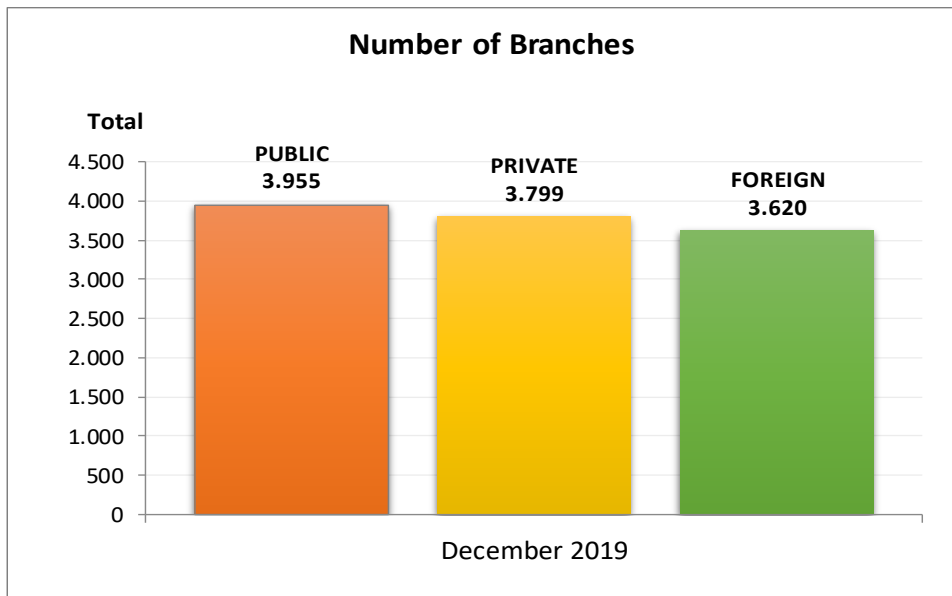
Number of Banks, Branches and Personnel.....	1
Selected Balance-Sheet Items.....	2
On-balance Sheet Figures.....	4
Off-balance Sheet Figures	5
Development of Main Figures	7
Profitability.....	8
Loans.....	10
Non-Performing Loans.....	14
Securities.....	16
Deposits.....	18
Payables to Banks and Repo.....	20
Capital Adequacy.....	21
Explanations.....	23

Number of Banks, Branches and Personnel

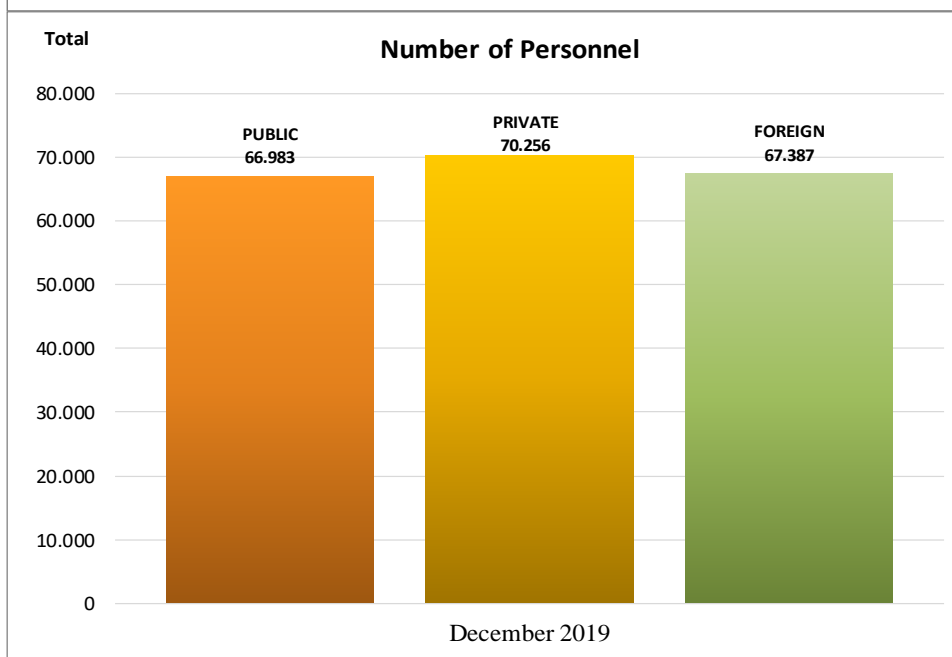


As of December 2019, there are 53 banks operating in Turkish Banking Sector as;

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



Number of branches and personnel in banking sector decreased by 65 and 532, respectively when compared to the previous quarter (September 2019).



As of December 2019 period, number of branches realized as 11.374 while number of personnel realized as 204.626.

Selected Balance Sheet Items

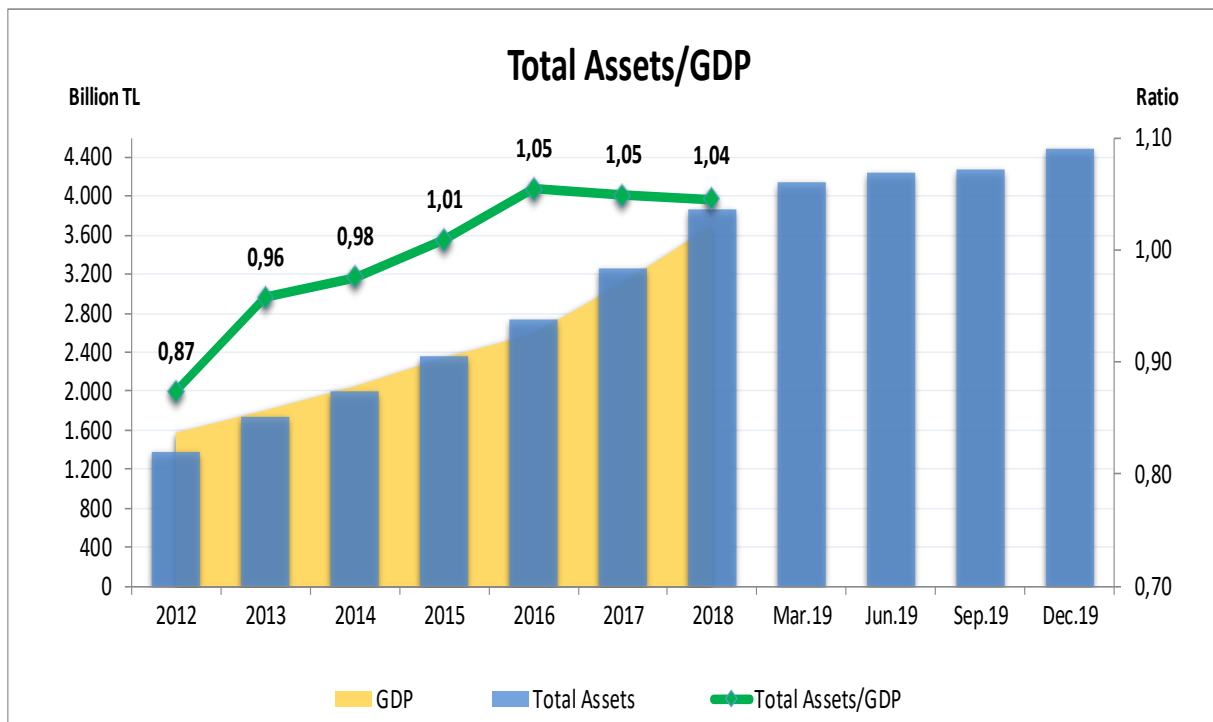
ASSETS	Total	Changes (%)	
	(Billion TL)	Previous Quarter	Previous End of Year
CASH and CASH EQUIVALENTS*	450	2,3	9,3
REQUIRED RESERVES	193	3,0	21,8
LOANS	2.656	4,9	10,9
NON-PERFORMING LOANS (GROSS)	151	13,4	56,0
SECURITIES	661	8,7	38,3
OTHER ASSETS	530	5,2	25,0
TOTAL ASSETS	4.491	5,1	16,1
LIABILITIES			
DEPOSITS	2.567	8,7	26,1
DUE TO BANKS	533	1,7	-5,2
FUNDS FROM REPO TRANSACTIONS	154	6,7	59,2
SECURITIES ISSUED	194	0,3	11,2
EQUITIES	492	5,6	16,5
OTHER LIABILITIES	552	-5,4	-4,2
TOTAL LIABILITIES	4.491	5,1	16,1

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

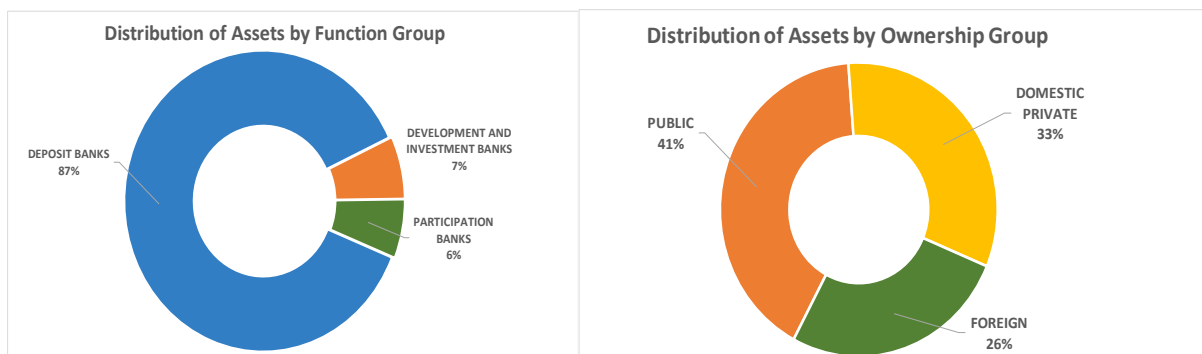
Total assets of Turkish Banking Sector increased by 16,1% to TL 4.491 billion in December 2019 when compared to the previous year-end.

OFF-BALANCE SHEET ITEMS	Total	Changes (%)	
	(Billion TL)	Previous Quarter	Previous End of Year
Contingencies	815	4,7	4,4
Commitments	4.006	-0,2	12,4
- Derivative Financial Instruments	3.223	0,4	10,9
- Other Commitments	783	-2,9	18,6

Of off-balance sheet items,
 - Contingencies increased by 4,4%;
 - Derivative financial assets increased by 10,9%
 in December 2019 when compared to the previous year-end.



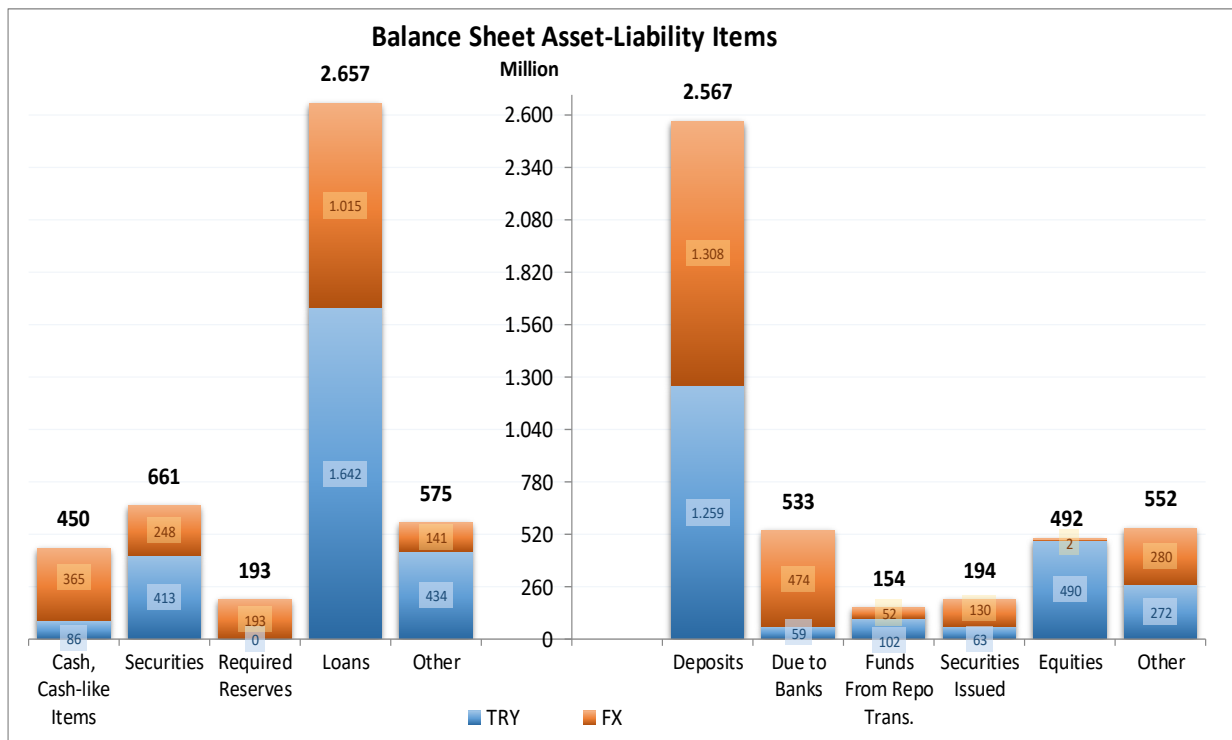
The ratio of asset size of Turkish Banking Sector to GDP realized as 1,04 as of end-2018.



As of December 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.

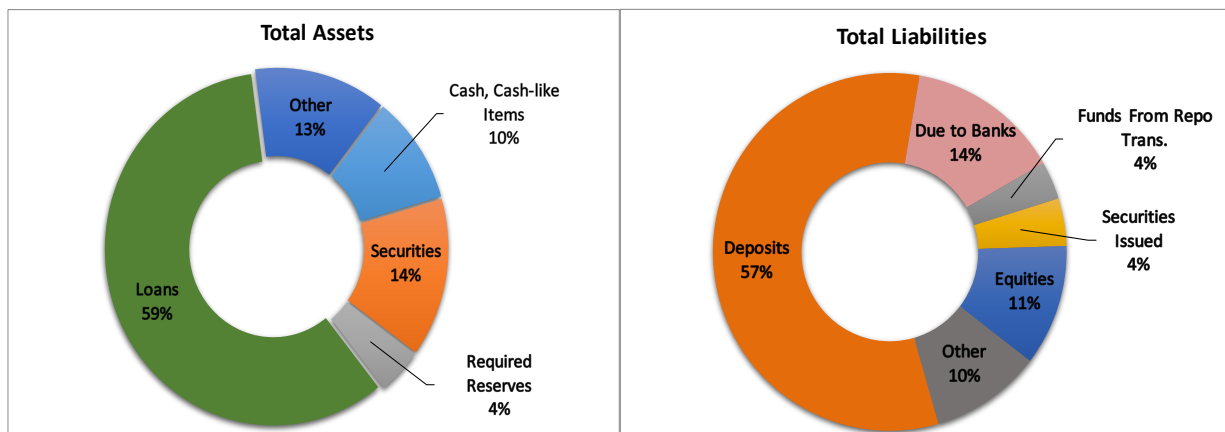
According to the ownership group; share of public, domestic private and foreign banks in total assets of the banking sector realized 41%, 33% and 26% respectively.

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 50%.

The share of FX loans in total loans is 38% while the ratio of FX deposit to total deposit is 51%.

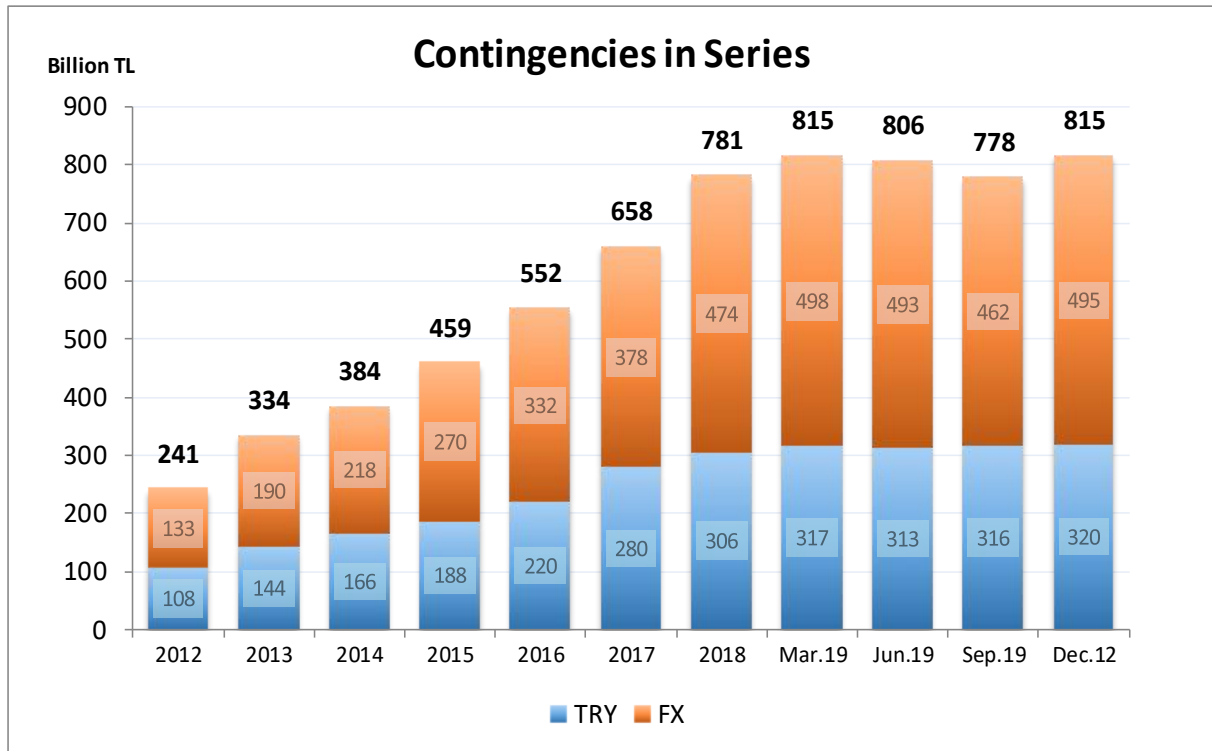


The share of loans, securities and required reserves in total assets realized as 59%, 14% and 4%, respectively.

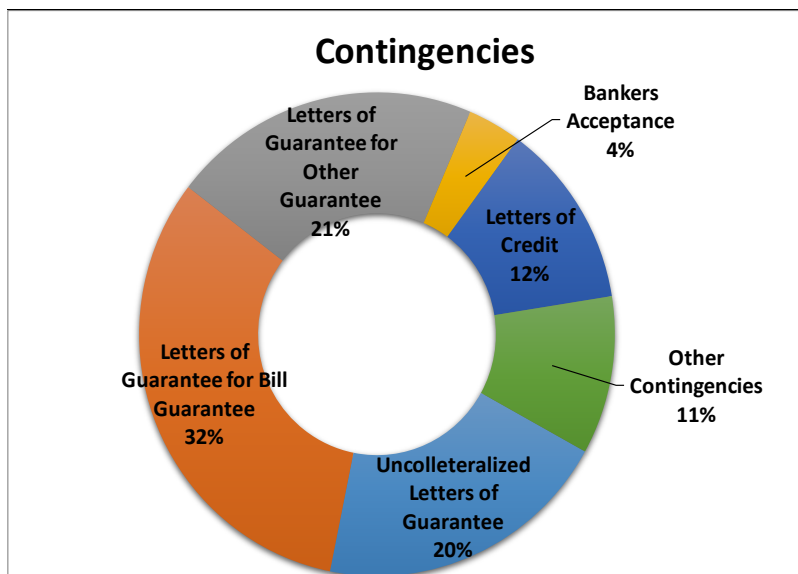
While deposit has the biggest share by 57% in total liabilities, share of payables to banks is 14% and funds from repo is 4%.

The share of equities in total liabilities is 11%.

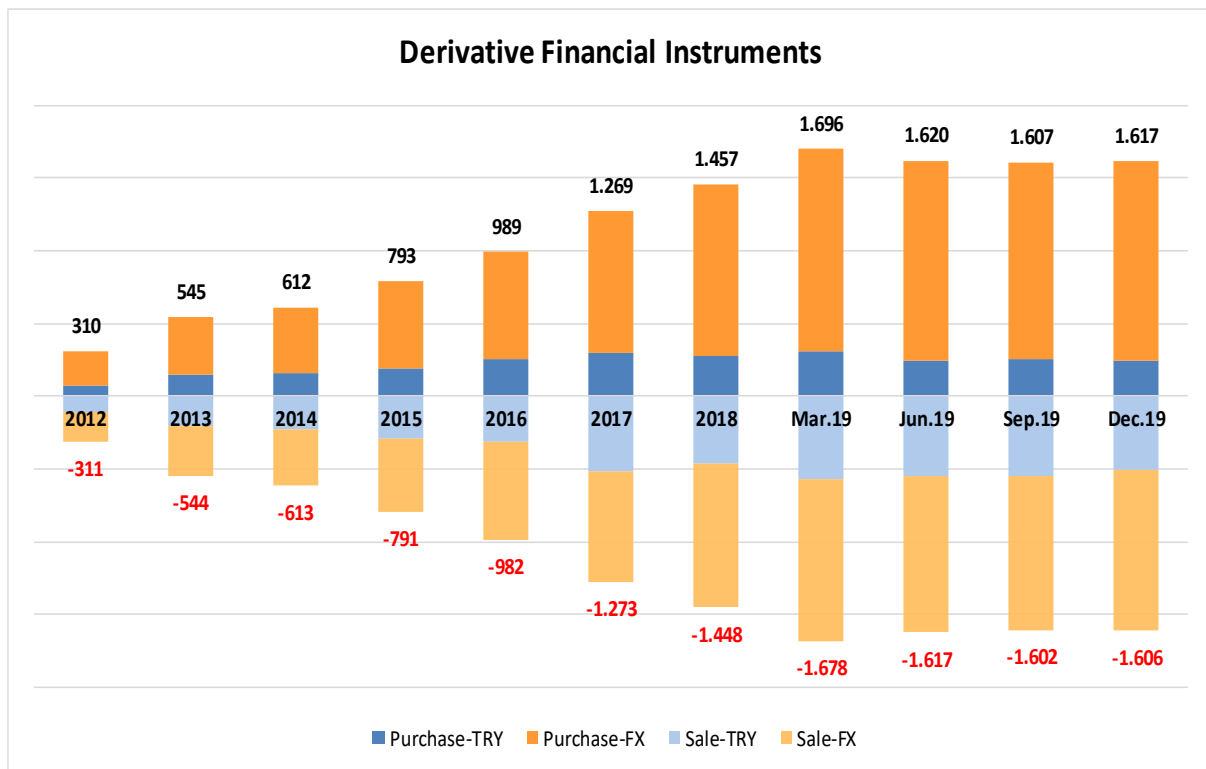
Off-Balance Sheet Figures



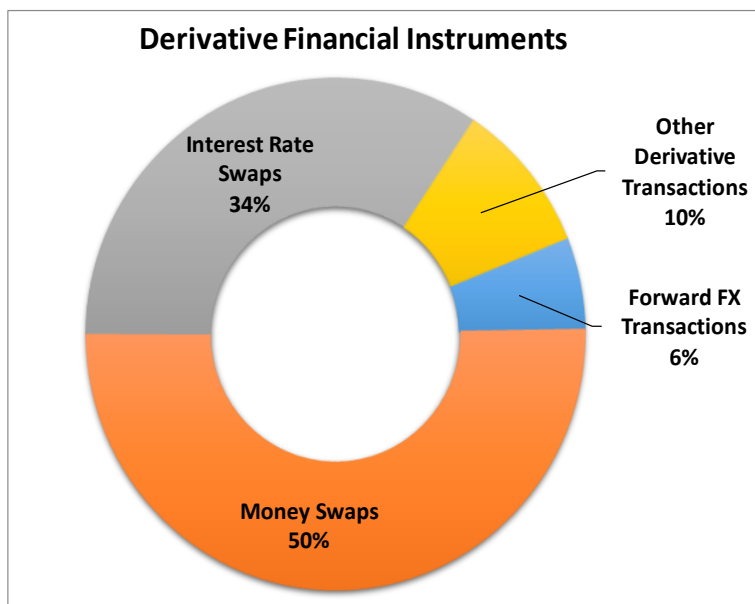
As of December 2019, size of contingencies realized as TL 815 billion.



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

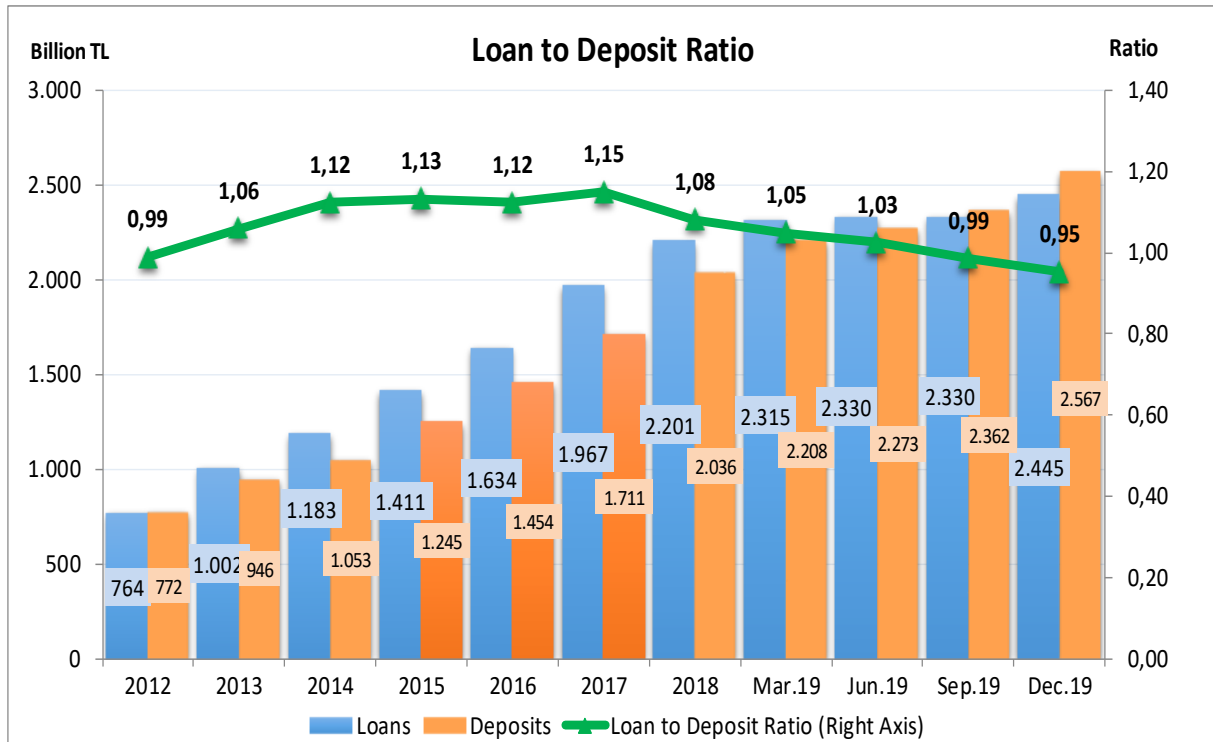


As of December 2019, derivative purchase amount realized as TL 1.617 billion and derivative sales amount realized as TL 1.606 billion.



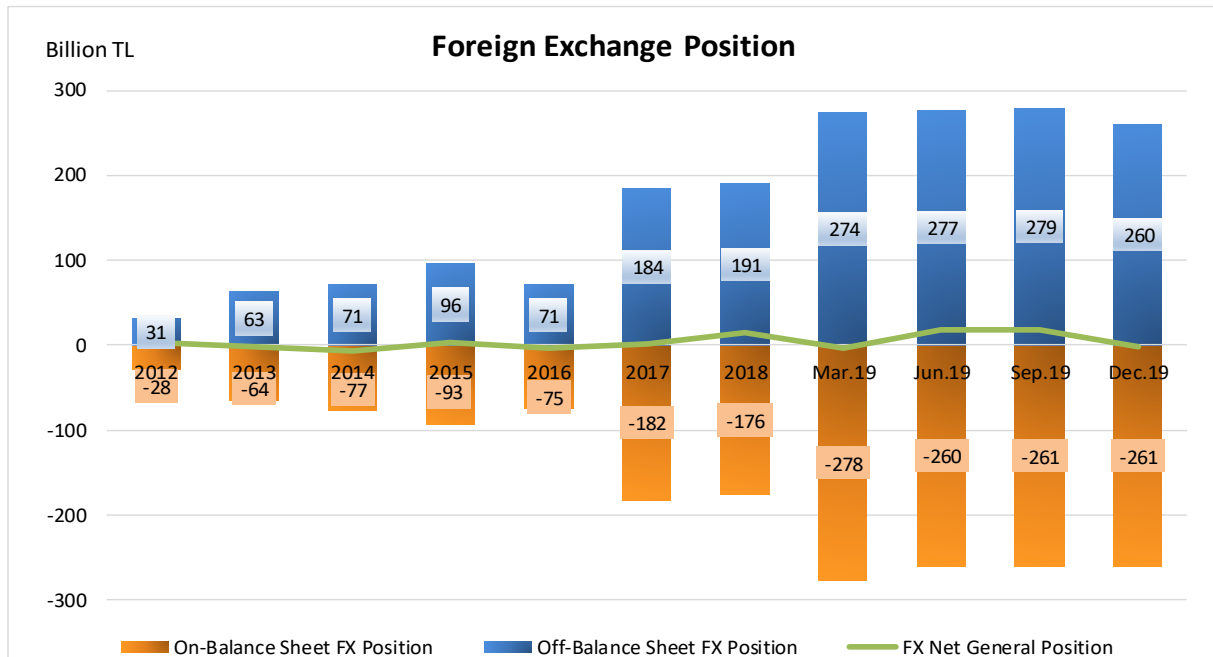
50% of derivative transactions in off-balance sheet items is from swap money transactions, 33% from swap interest rate transactions and 6% is from forward exchange transactions.

Development of Main Figures



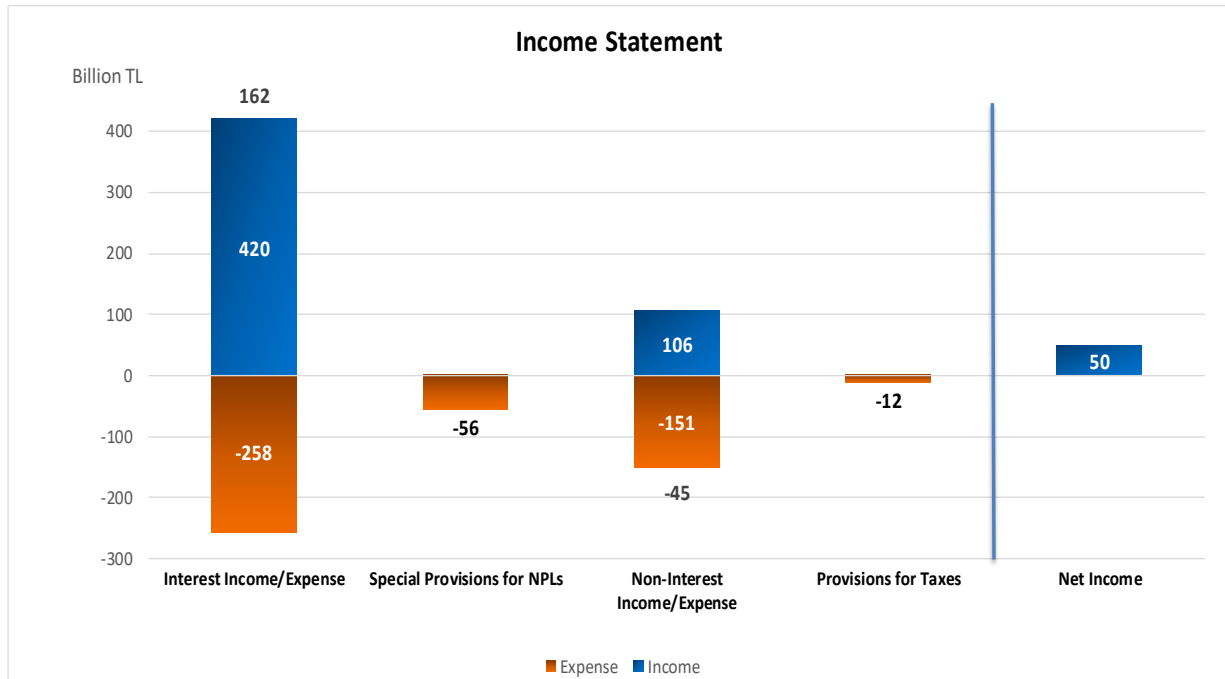
While loans in the third quarter of the year realized as TL 2.445 billion, deposit realized as TL 2.567 billion. Conversion ratio of deposit to loans is 0,95 as of December 2019.

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

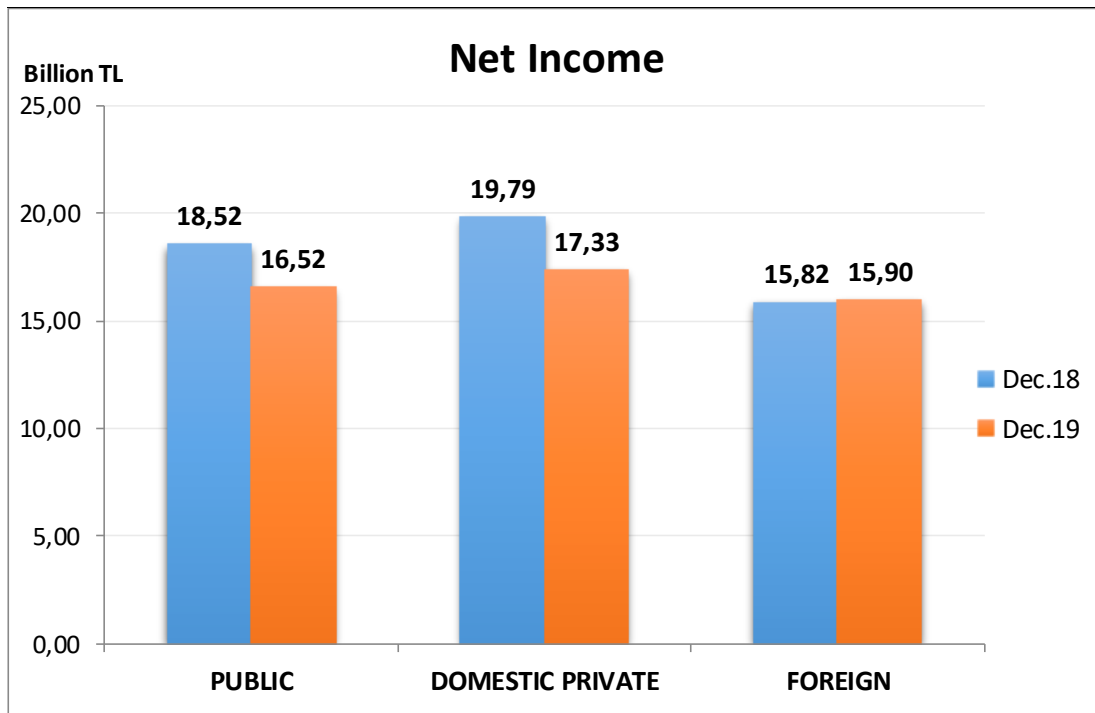


Off-balance sheet FX position has a surplus of TL 260 billion while on-balance sheet FX position has a deficit of TL 261 billion and FX Net General Position has a deficit of approximately TL 1 billion.

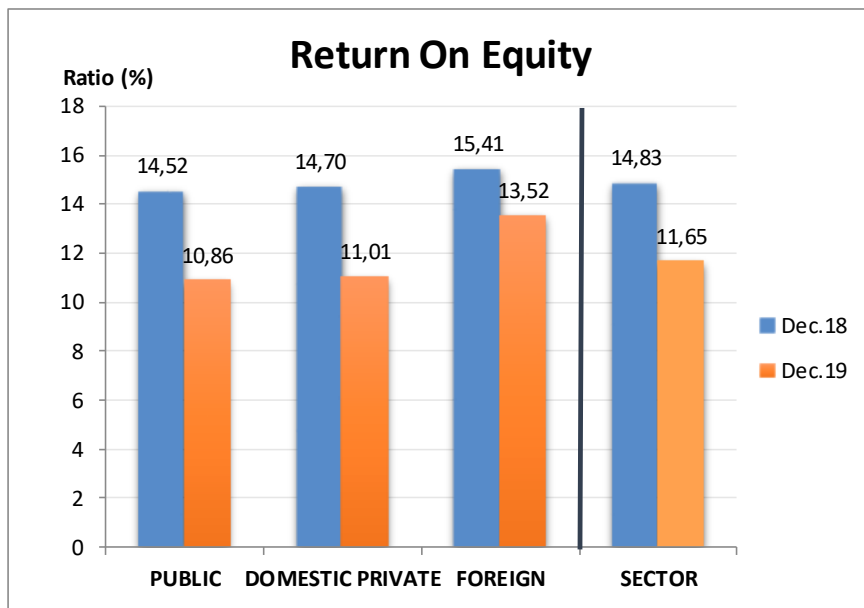
PROFITABILITY



In the income statement of banking sector, interest income realized as TL 420 billion and interest expense realized as TL 258 billion. As of December 2019, net income of Turkish Banking Sector is TL 50 billion.

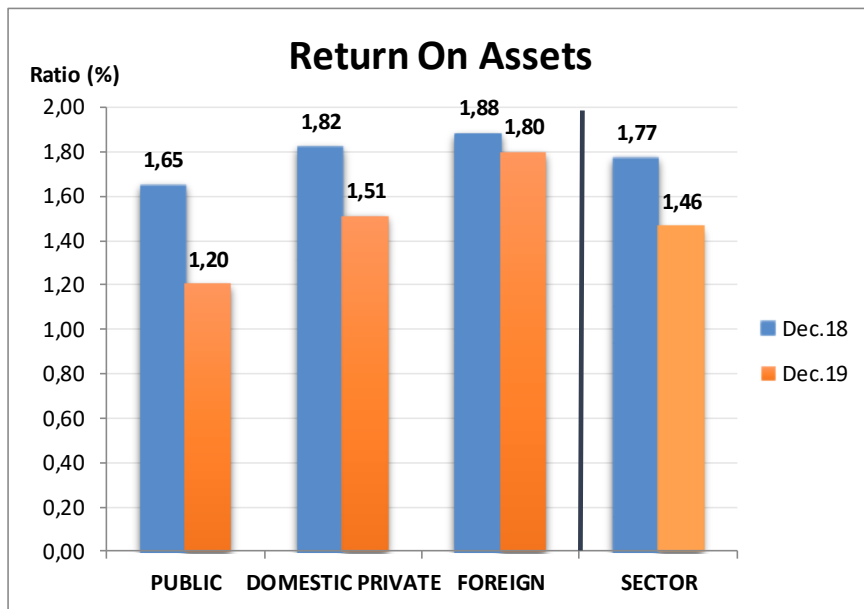


Net income of December 2019 period decreased in public, domestic private bank groups and increased in foreign bank groups when compared to the same period

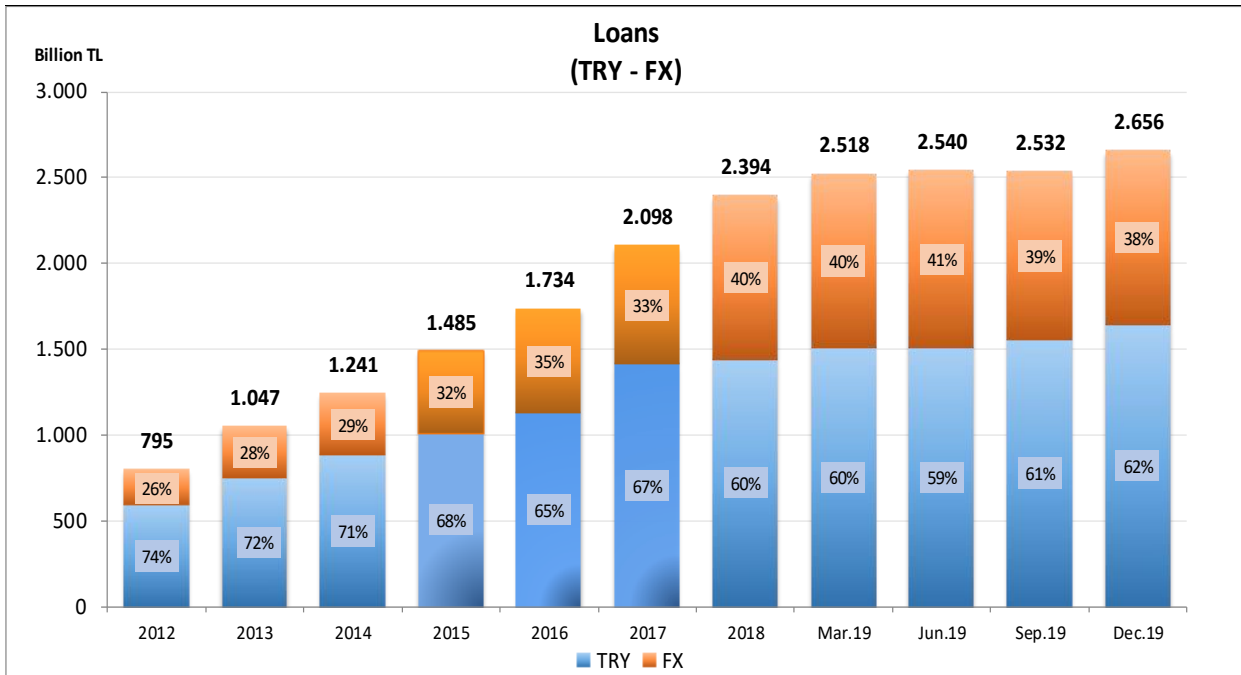


ROE of Turkish banking sector realized lower in public, domestic private and foreign banks groups when compared to the same period of the previous year.

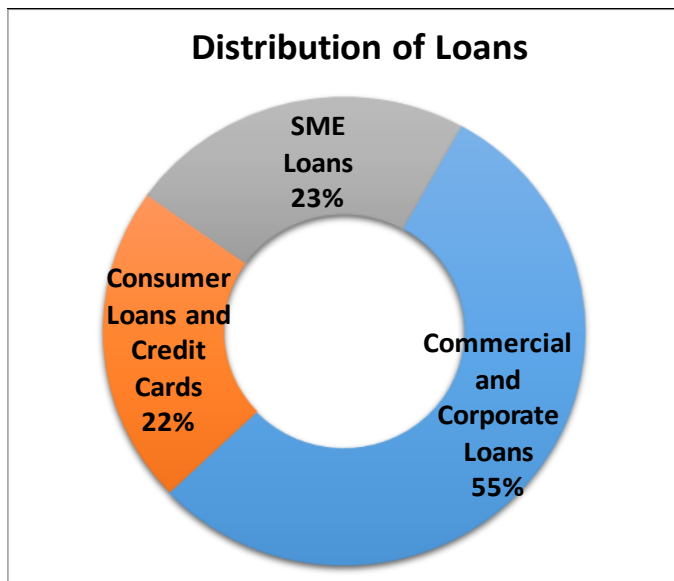
ROA of Turkish banking sector as of December 2019 realized lower as to the same period of the previous year.



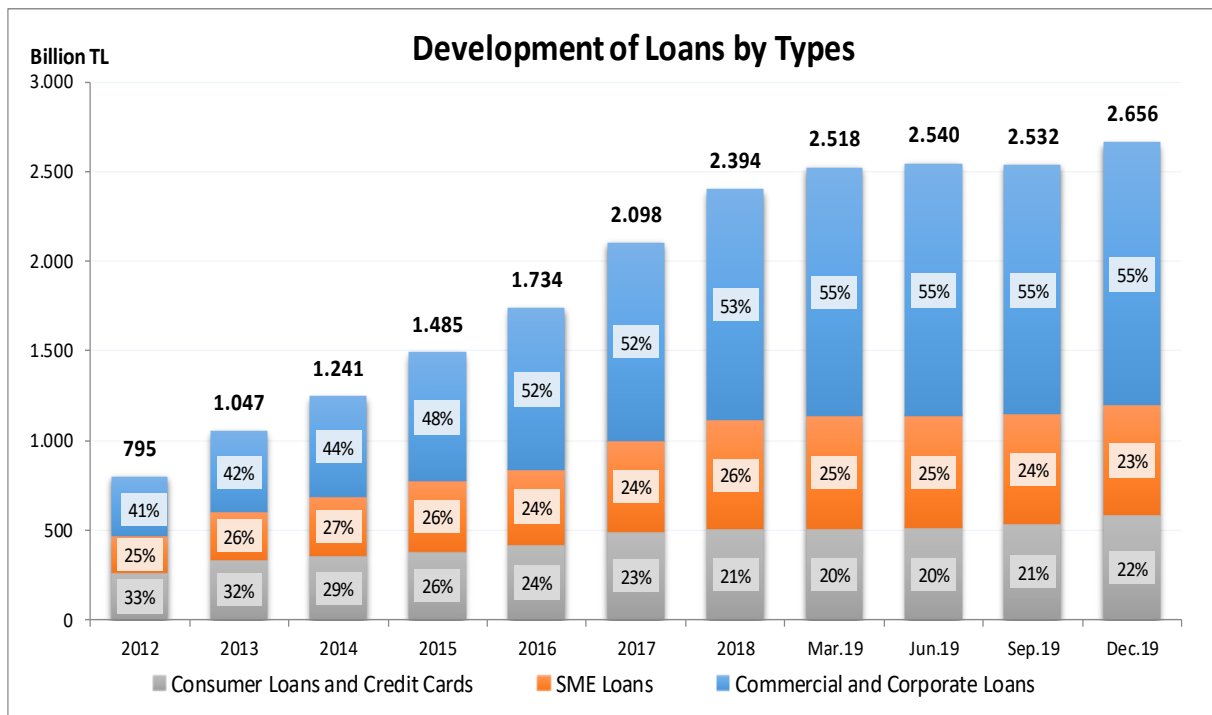
LOANS



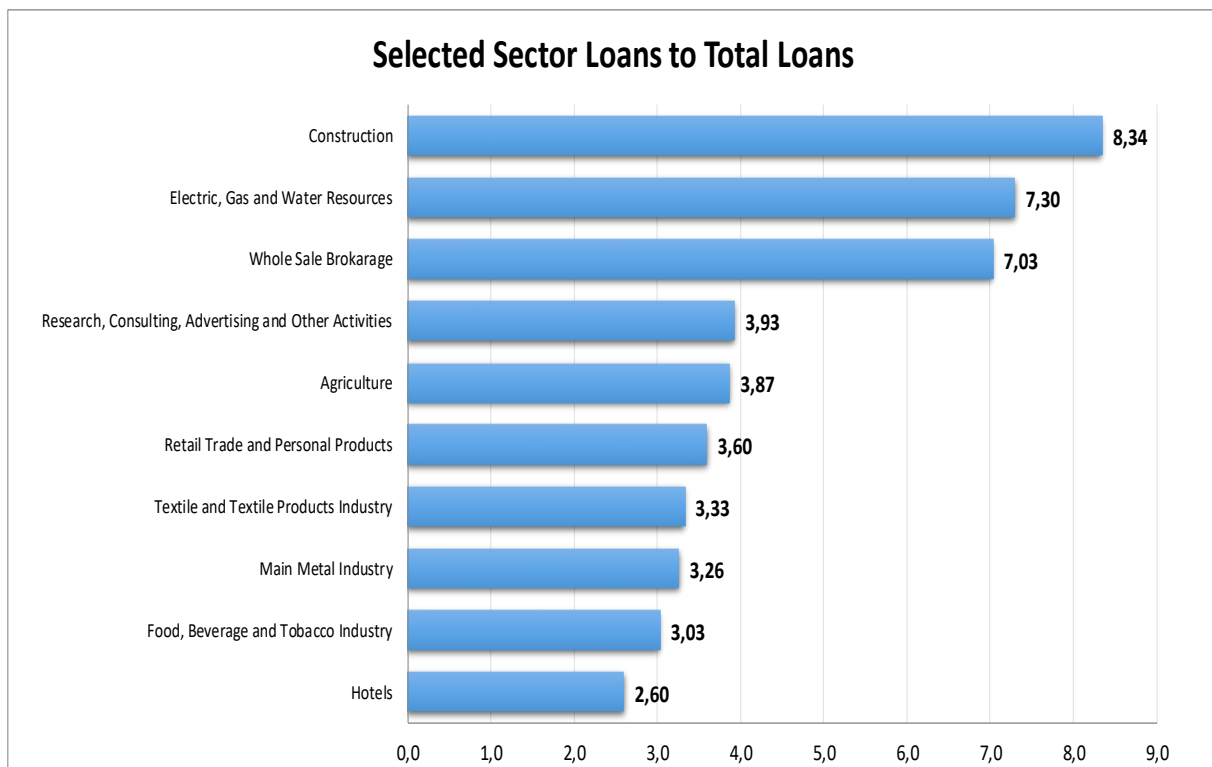
As of December 2019, total loans amount to TL 2.656 billion and TL 1.642 billion of the mentioned amount is comprised of TL loans while TL 1.014 billion is comprised of FX loans.



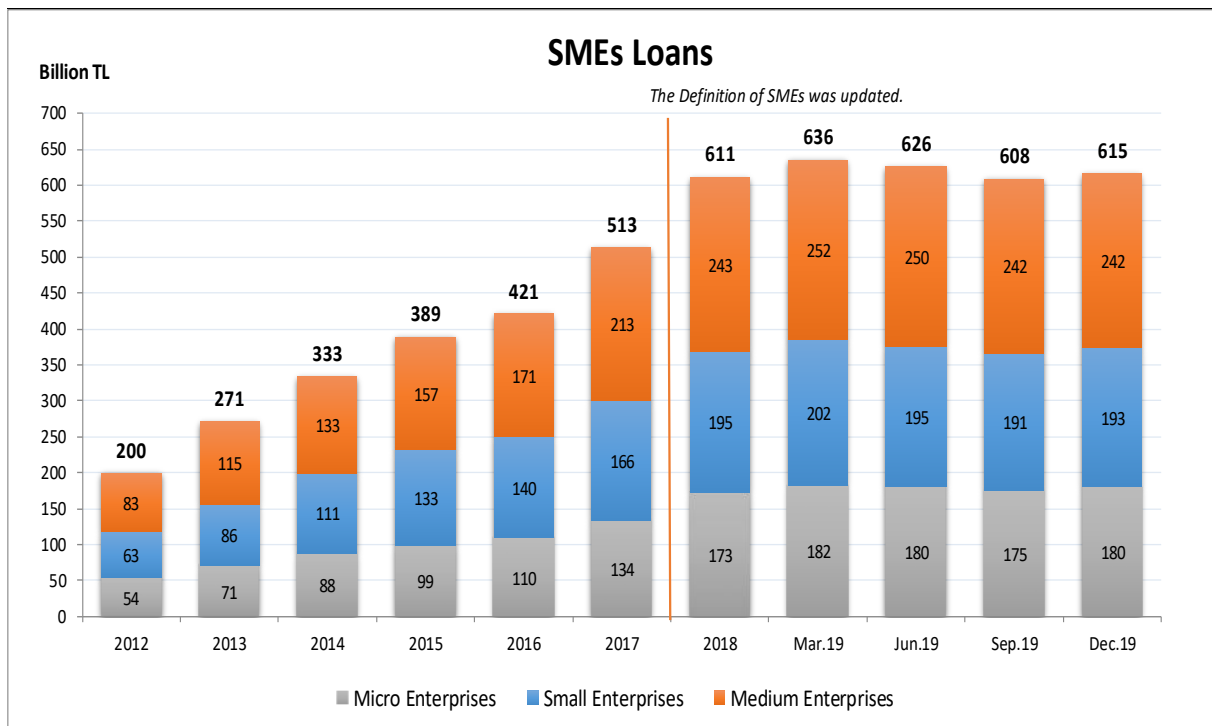
Share of commercial and corporate loans is 55%, share of SMEs loans is 23% and share of consumer loans (including credit cards) is 22% in total loans.



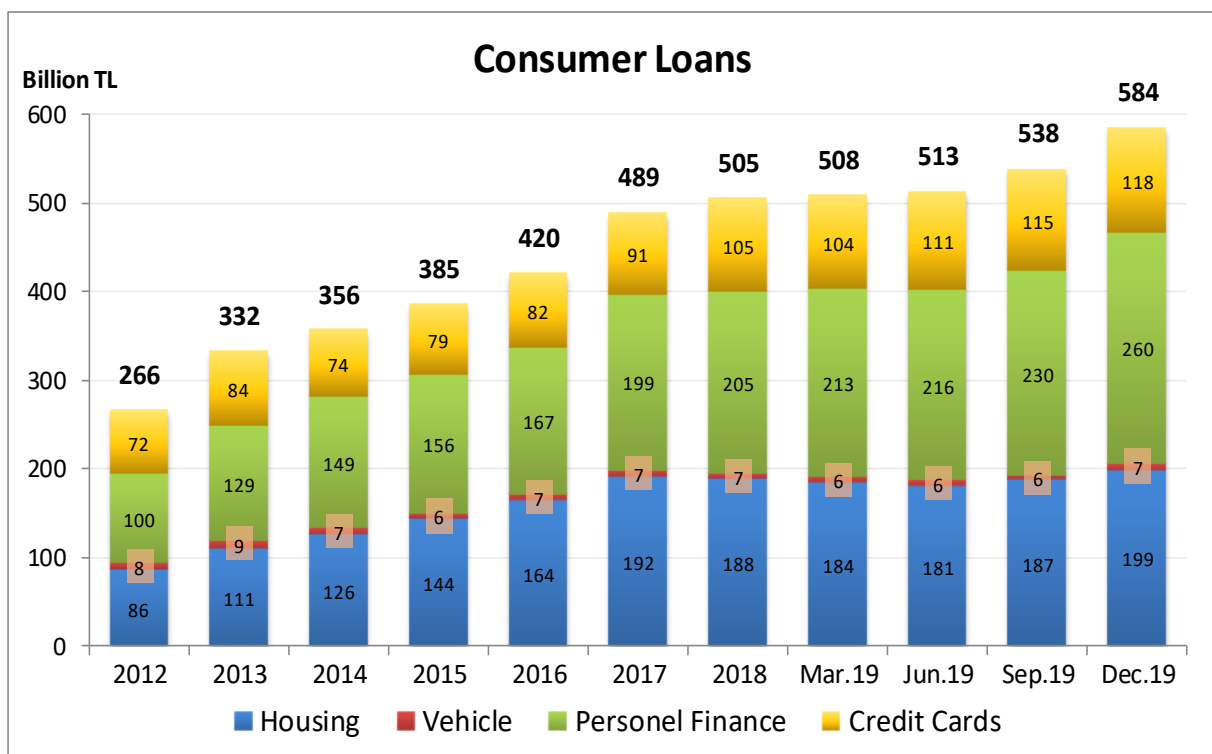
As of December 2019; commercial and corporate loans realized as TL 1.457 billion, SMEs loans as TL 615 billion while consumer loans and credit cards realized as TL 584 billion.



The share of construction sector is 8,37% and share of electric, gas and water resources sector in total loans is 7,29%.

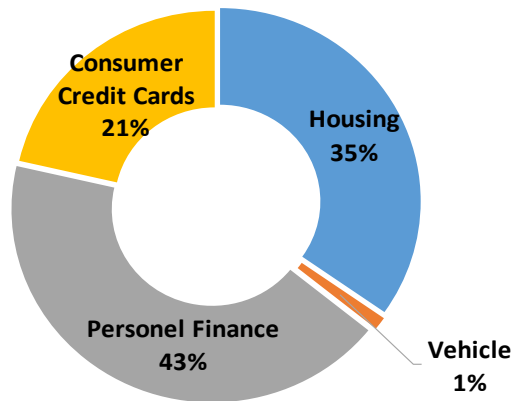


According to operating classes, medium enterprises SMEs loans increased when compared to the previous quarter.



In December 2019 period, consumer loans increased as to the previous quarter and realized as TL 584 billion. Housing loans, credit cards as well as personal finance loans realized as TL 199 billion, TL 118 billion and TL 260 billion, respectively.

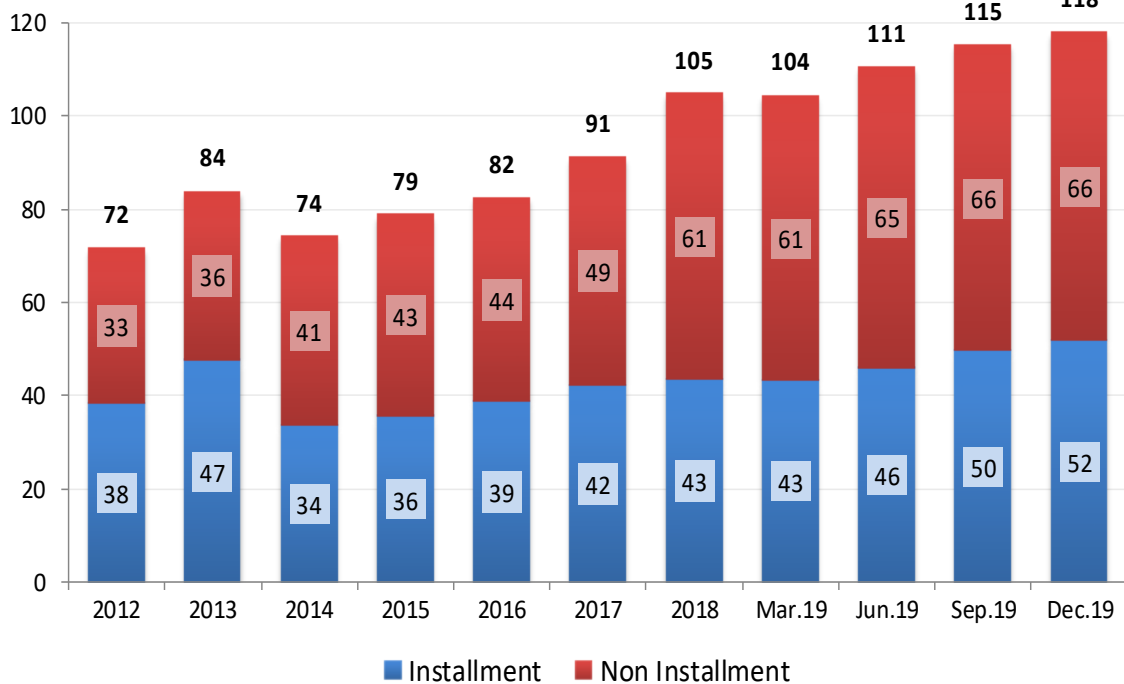
Distribution of Consumer Loans



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

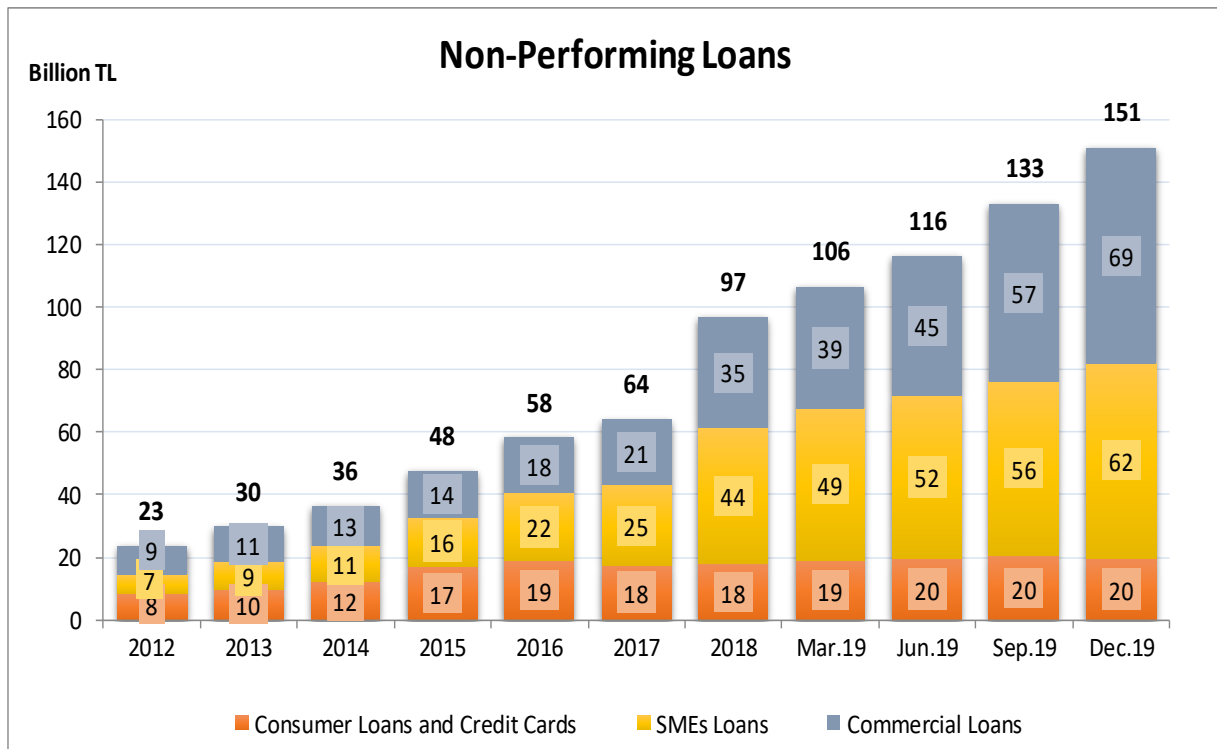
Billion TL

Consumer Credit Cards

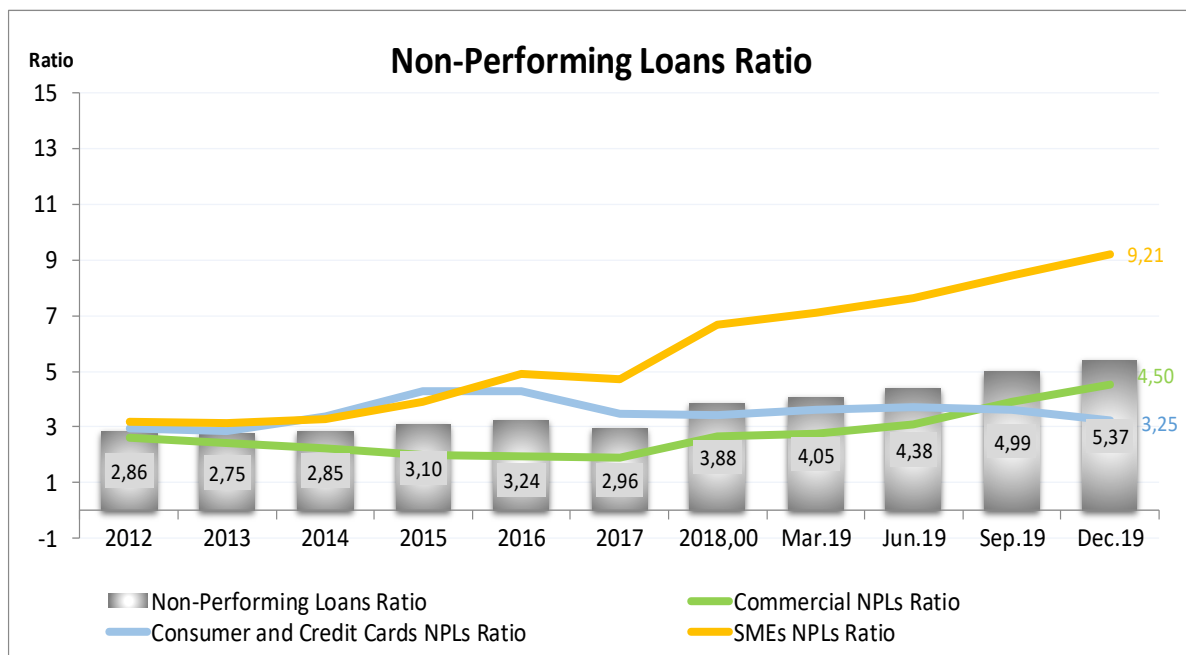


Personal credit cards amount increased when compared to the previous period and realized as TL 118 billion in December 2019.

Non-performing Loans

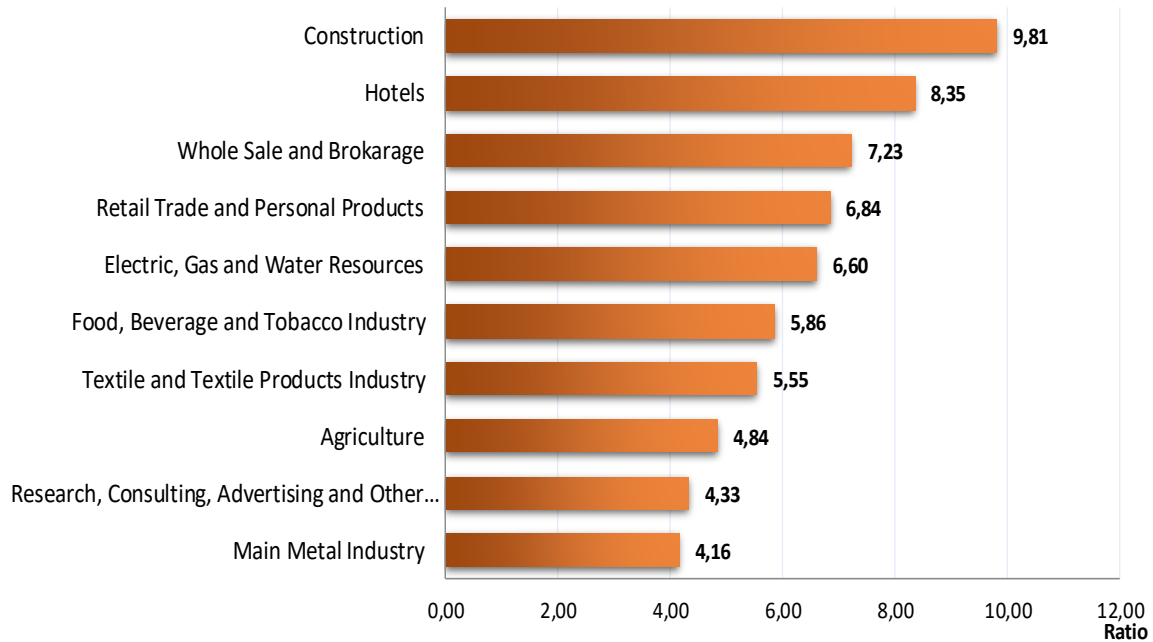


As of December 2019, gross amount of NPLs is TL 151 billion.



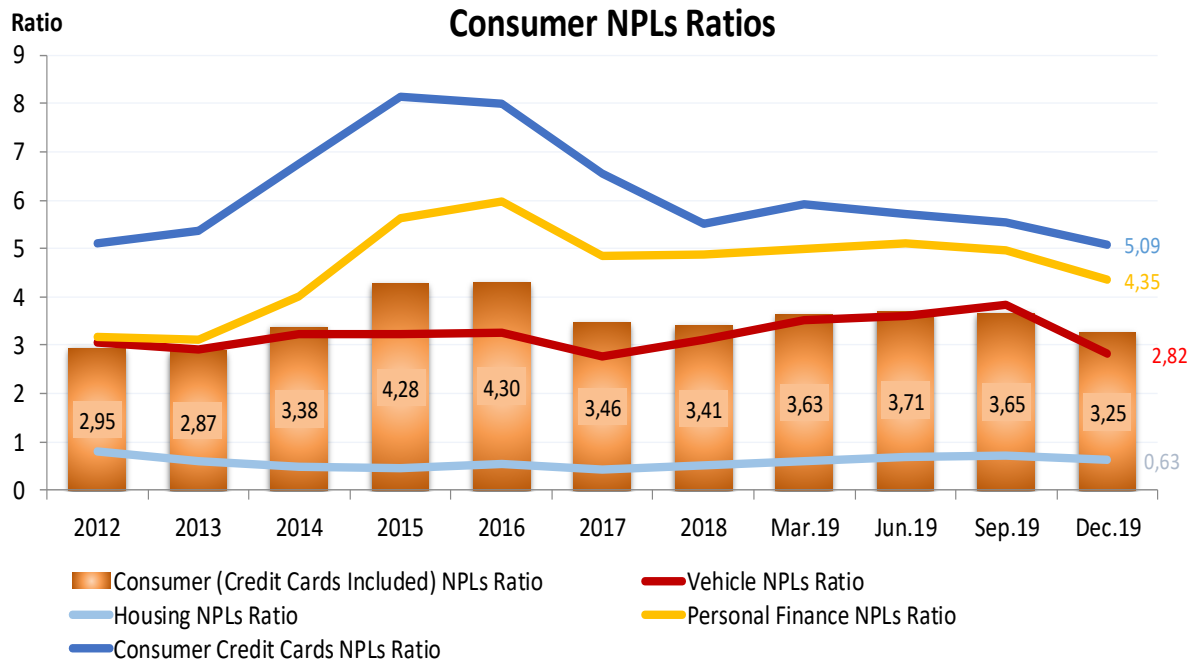
NPLs to Loans ratio in banking sector realized as 5,37% in December 2019.

Selected Sectors NPLs Ratios



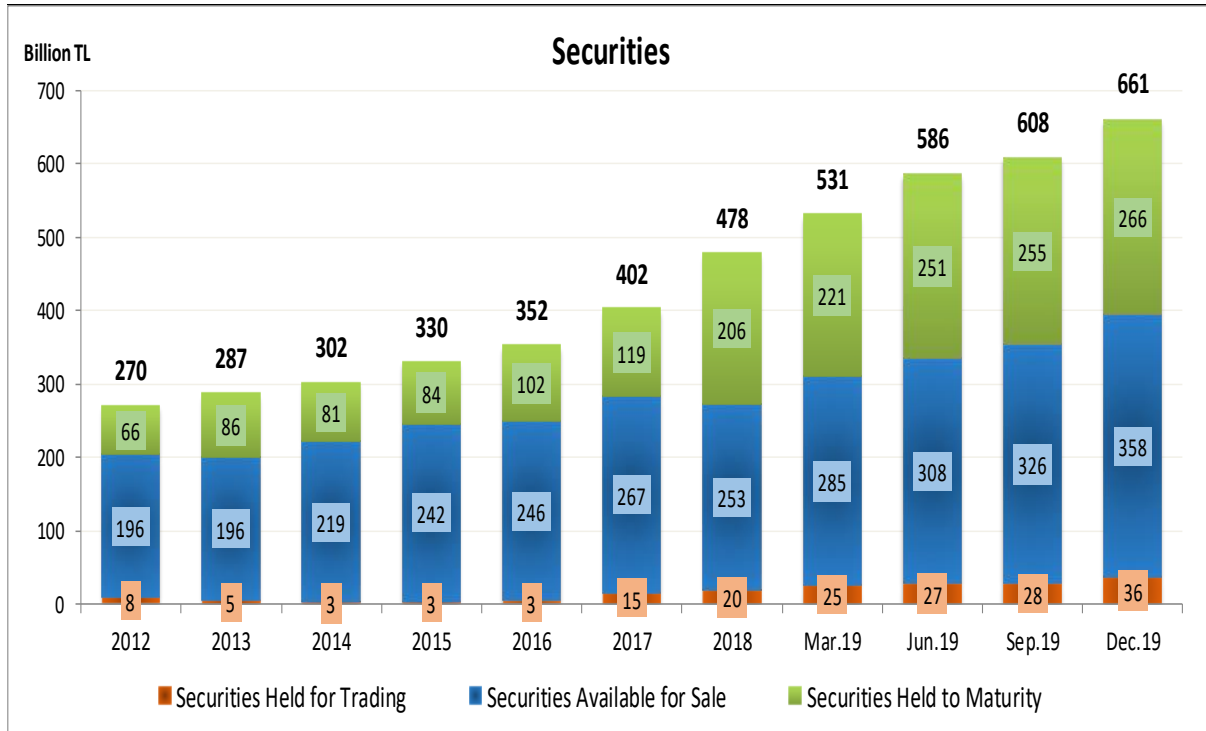
NPLs to Loans ratio in sectoral loans realized as 9,55% in construction sector, 8,35% in hotels sector and 7,23% in whole sale and brokage sector.

Consumer NPLs Ratios

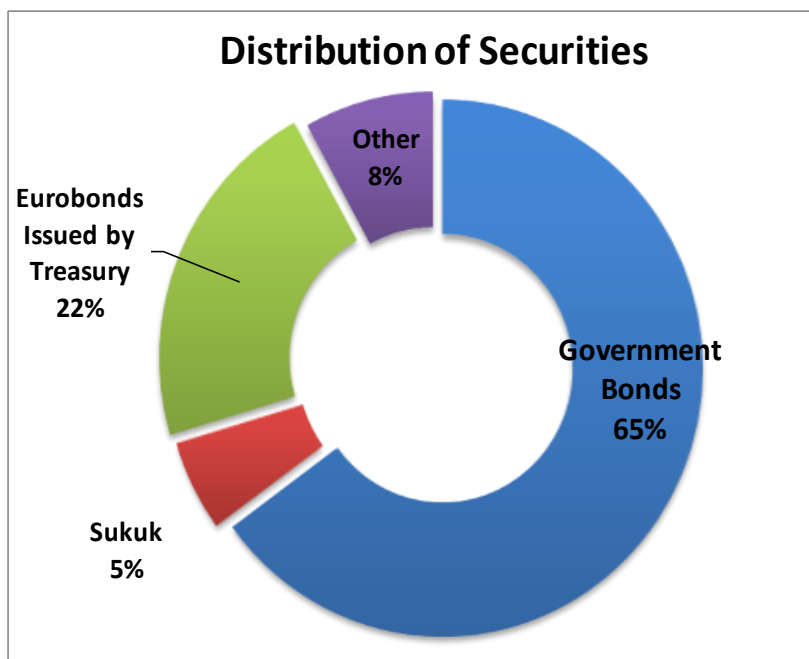


NPLs to Loans ratio of consumer loans (including personal credit cards) realized as 3,25% in December 2019 period.

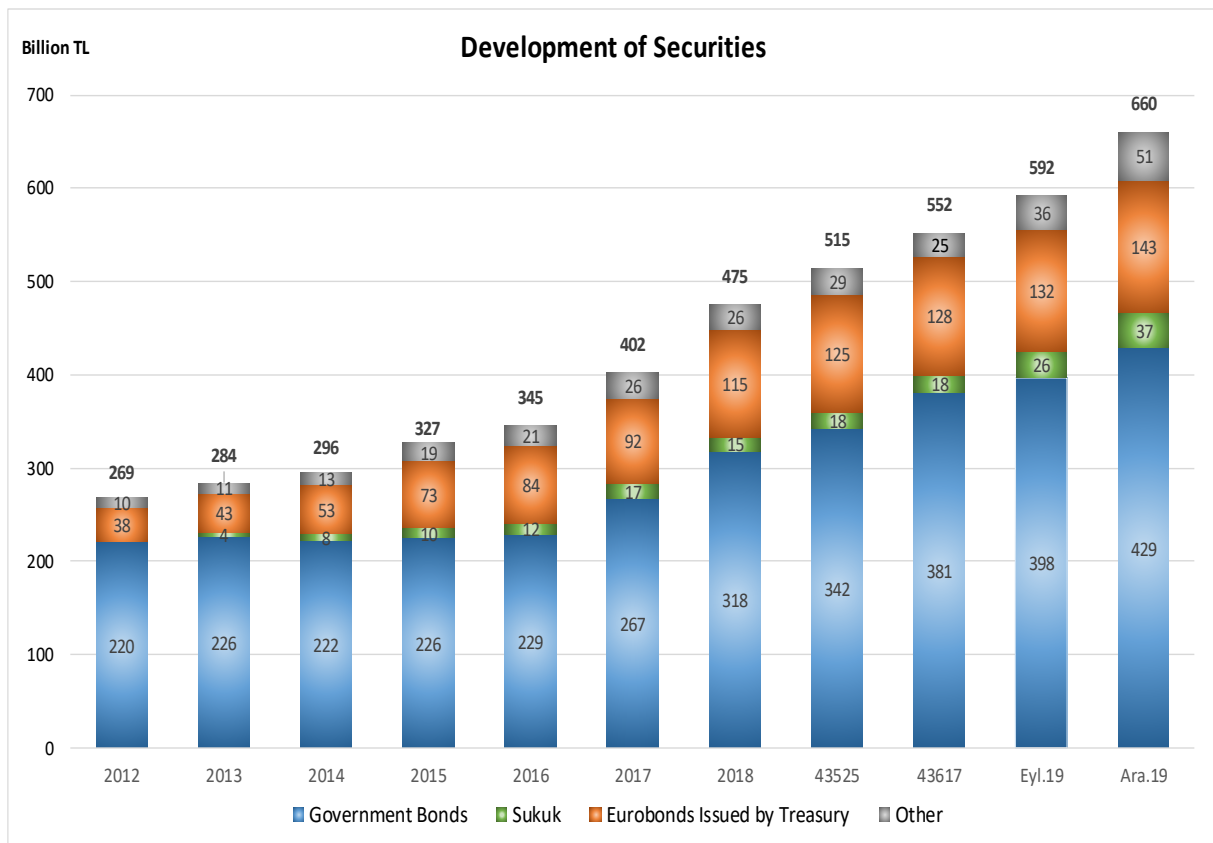
Securities



Total securities increased when compared to the previous quarter and realized as TL 661 billion.

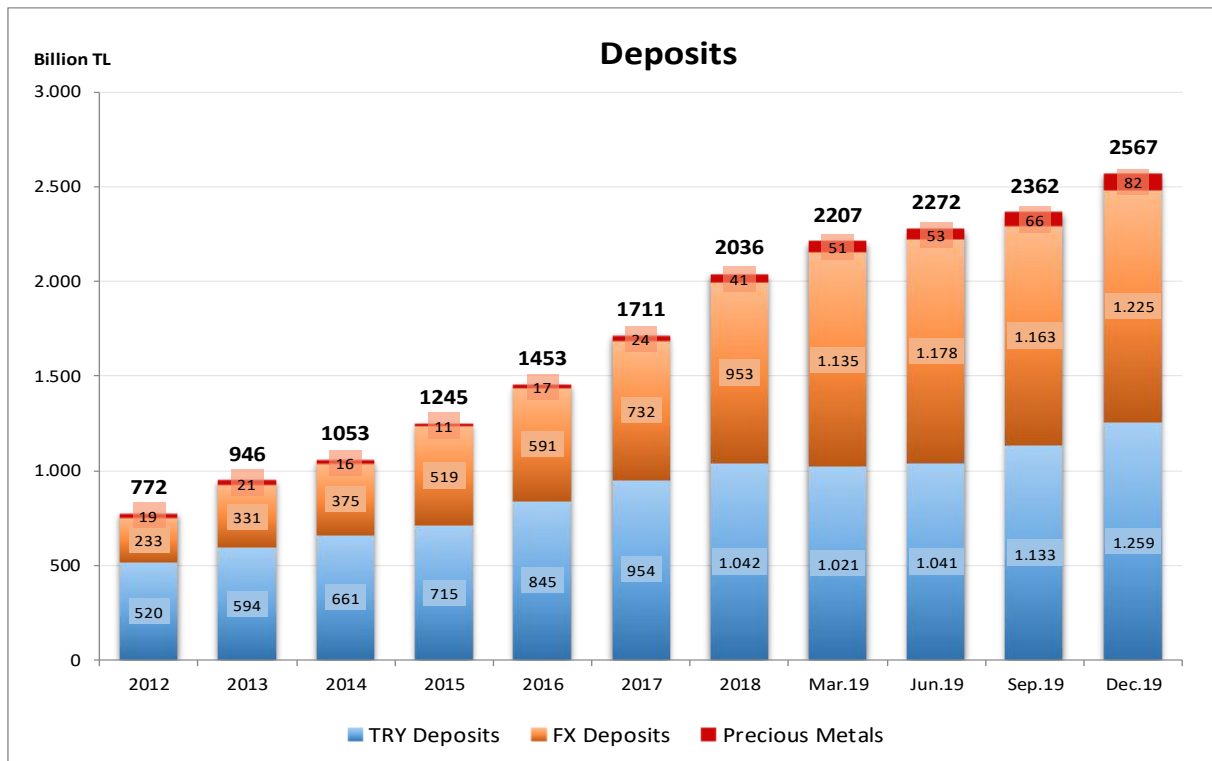


65% of securities are comprised of Government bonds, 22% are Eurobonds issued by Treasury and 5% are comprised of sukuk.

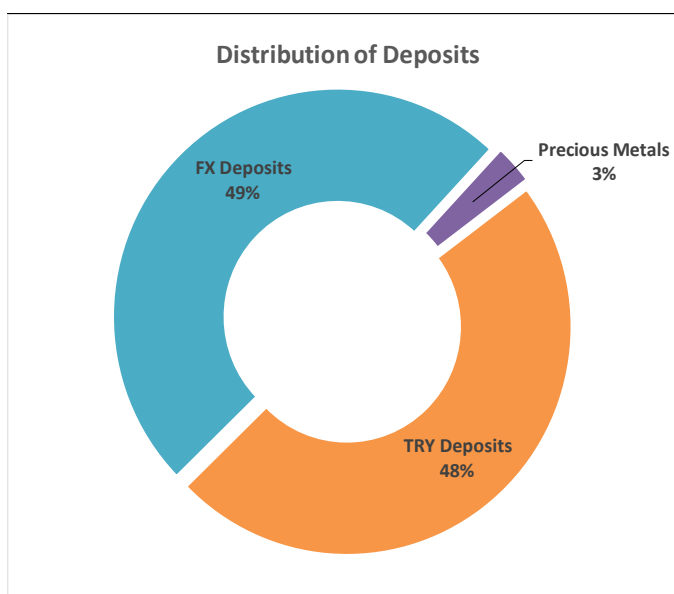


As of December 2019; Government Bonds realized as TL 429 billion, Eurobonds Issued by Treasury as TL 143 billion while Sukuk realized as TL 37 billion.

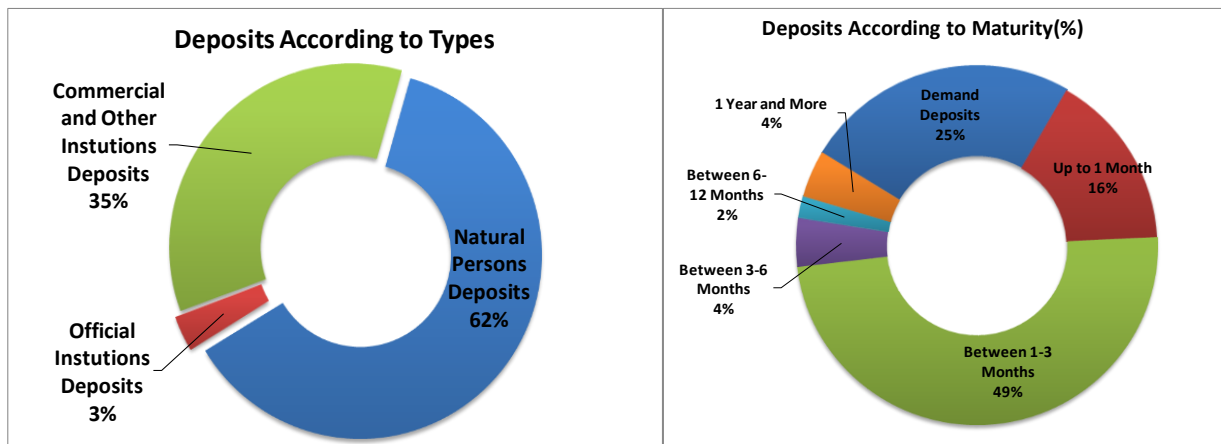
Deposits



TL 1.259 billion of total deposits is comprised of TL Deposits /Participation Funds, TL 1.225 billion comprised of FX Deposits Account/Participation Funds and TL 82 billion is comprised of precious metals accounts.

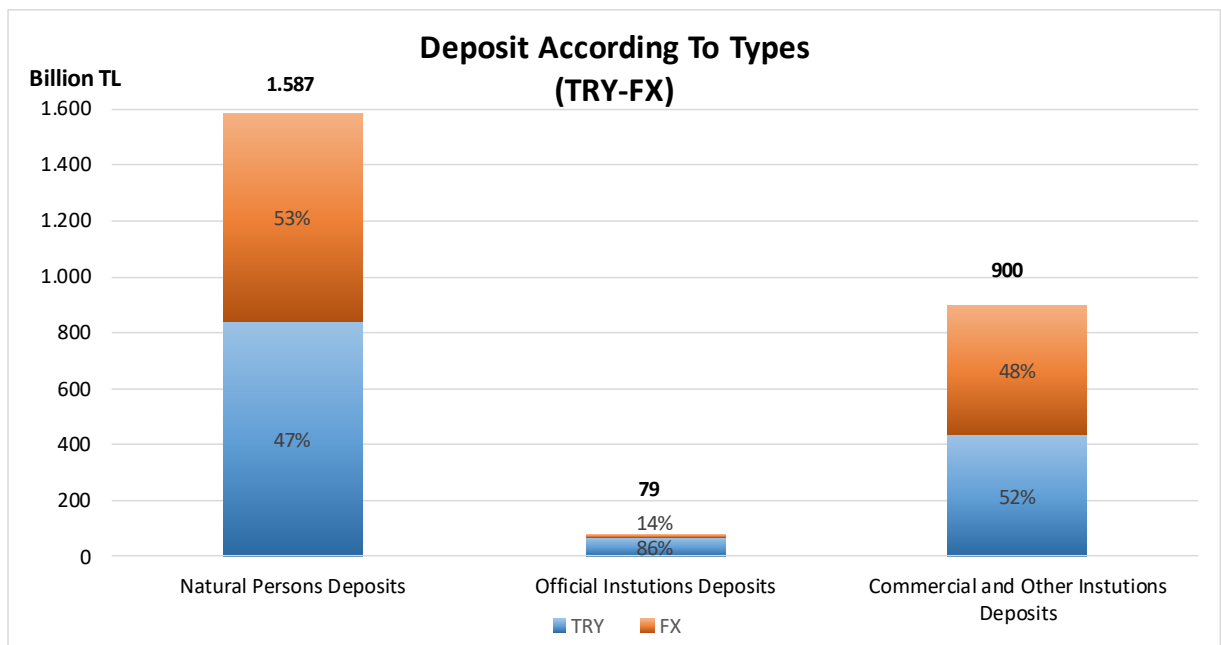


48% of total Deposits are TRY Deposits/Participation funds, 49% of FX Deposits/Participation funds and 3% of Precious Metals.



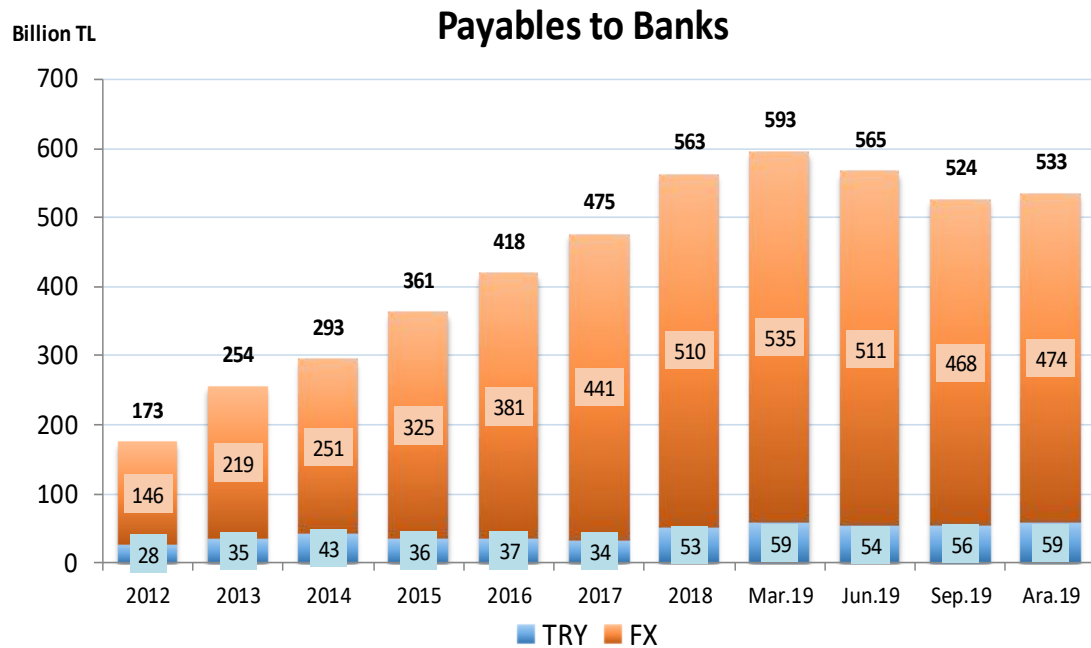
While 62% of deposits are comprised of natural person deposits, the share of commercial and other institutions deposits is 35% and share of official institutions' deposits is 3%.

The share of demand deposits in total deposits by their opening maturities is 25% and share of 1-3 month deposits is 49%.

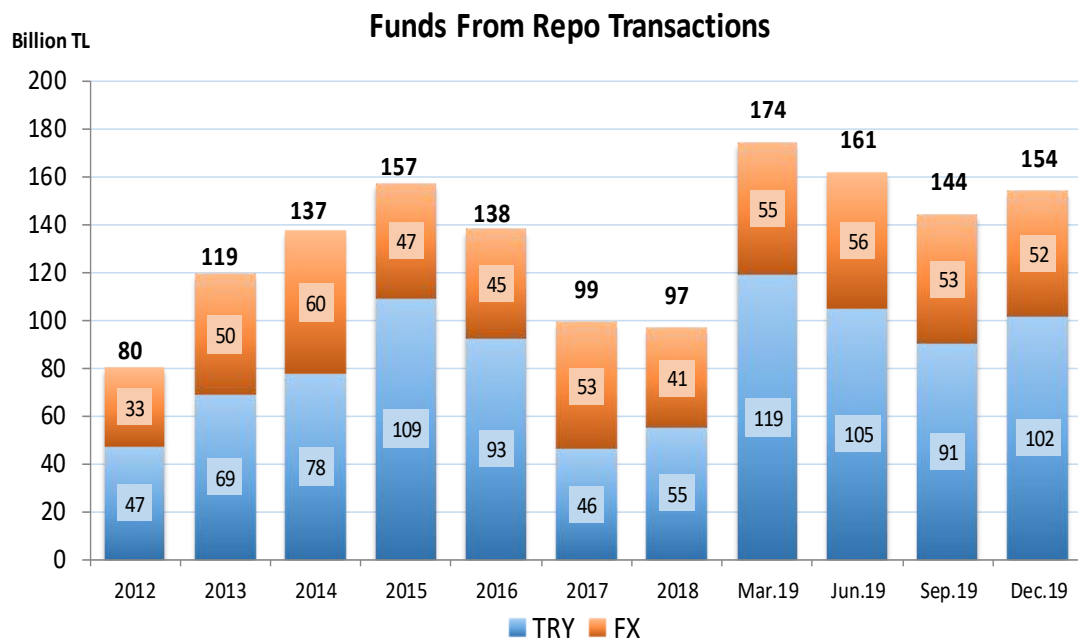


As of December 2019; TL 839 billion of natural persons deposits is comprised of TRY deposits while TL 749 billion is comprised of FX deposits and TL 434 billion of commercial and other institutions deposits of TRY deposits while TL 466 billion is comprised FX deposits.

Payables to Banks and Repo Transactions

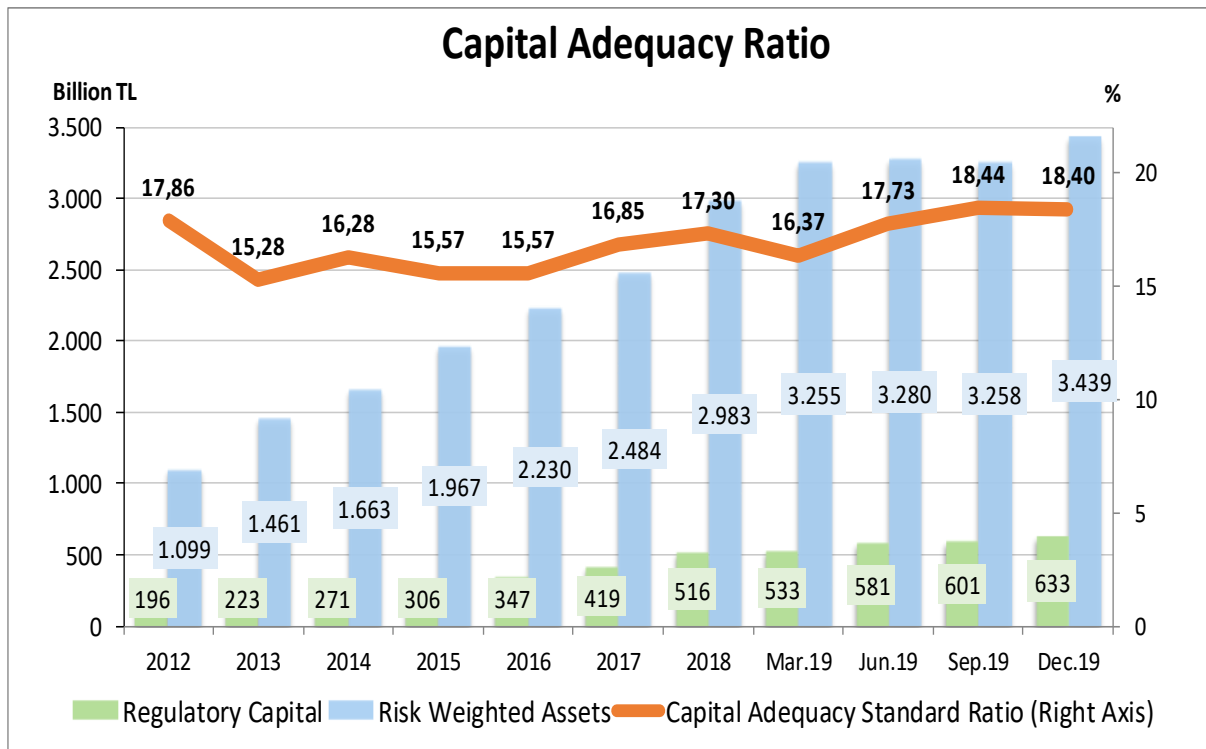


Payables to banks amount to a total of TL 533 billion as TL 56 billion Turkish Lira and TL 474 billion FX.

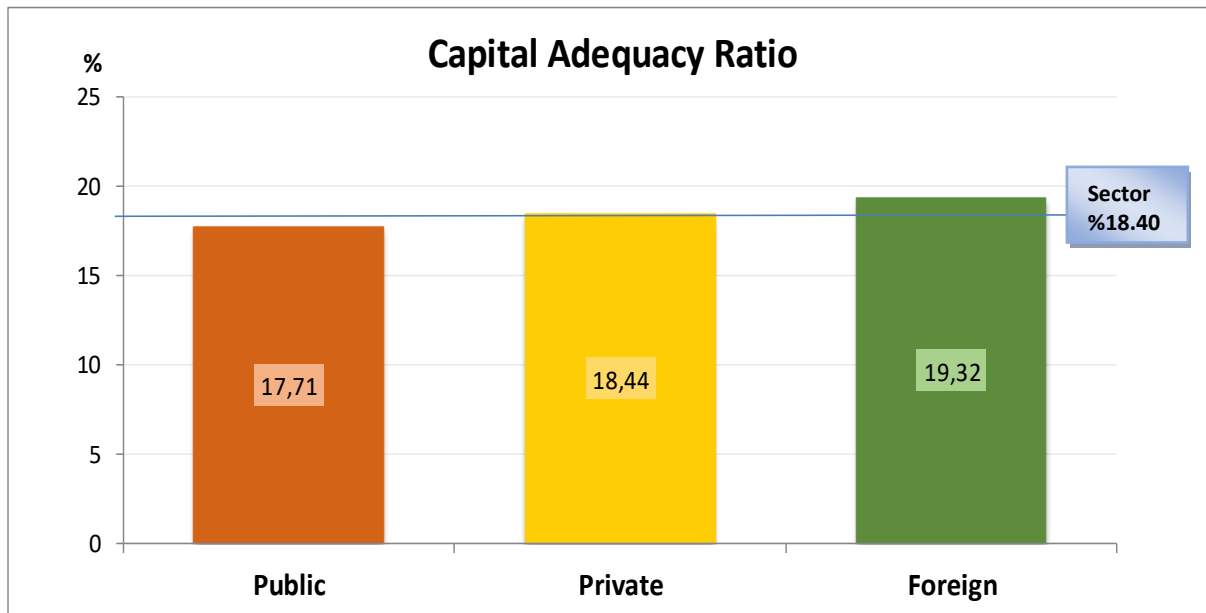


Funds amount from Repo transactions decreased when compared to the previous quarter and realized as TL 154 billion in December 2019.

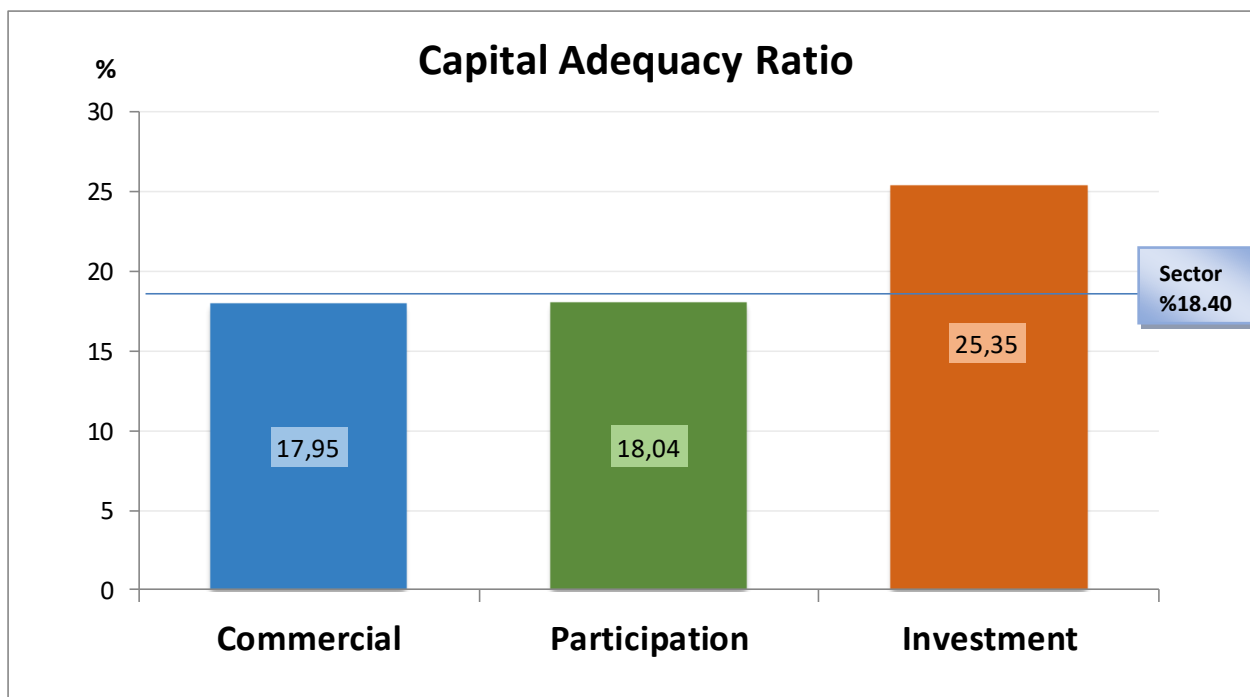
Capital Adequacy



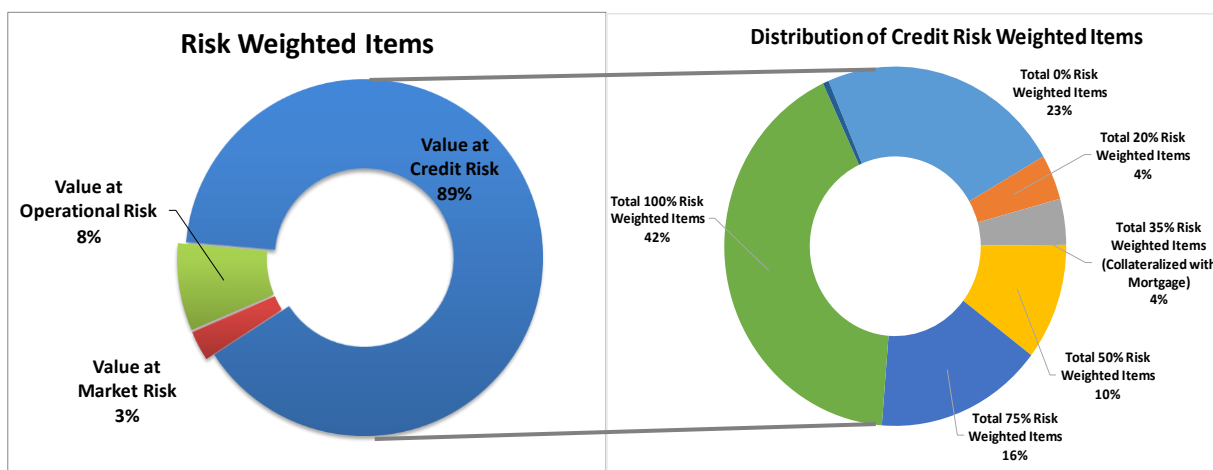
Capital adequacy ratio of Turkish Banking Sector realized as 18,40 % in December 2019.



By bank ownership groups, capital adequacy of foreign banks is above the sector average as 19,32%.



By function groups, capital adequacy ratio realized as 17,95%, 18,04% and 25,35% 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.

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 23%.

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 12 February 2020.

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



BANKACILIK
DÜZENLEME VE DENETLEME
KURUMU

Büyükdere Cad. No:106 Esentepe-Şişli / İSTANBUL
Tel: 0212 214 50 00-01 Fax: 0212 216 09 92

