

REPUBLIC OF AZERBAIJAN
FINANCIAL MARKET SUPERVISORY AUTHORITY

BANKING SECTOR OVERVIEW

as of December 31, 2017

Baku – 2017

Table 1. Consolidated Balance Sheet*(AZN million)*

Assets	31.12.2017
1. Cash	1,153.0
2. Correspondent accounts with the Central Bank*	2,032.2
3. Nostro accounts (correspondent accounts with other banks)	2,626.0
4. Deposits with financial institutions, including banks	7,233.5
5. Securities	2,498.5
6. Loans to financial institutions, including banks	259.5
6.1. Net loans	208.6
7. Loans to customers	11,337.6
7.1. Special loan loss reserve	1,476.5
7.2. Net loans	9,861.1
8. Fixed assets	858.5
9. Intangible assets	128.2
10. Other assets (less special reserves)	1,321.4
11. Total assets	27,921.0
Liabilities	31.12.2017
1. Deposits (other than financial institutions)	16,894.9
1.1. Household deposits	7,542.5
1.1.1. Term deposits	5,187.6
1.1.2. Demand deposits	2,354.9
1.2. Corporate deposits**	9,352.4
1.2.1. Term deposits	1,710.9
1.2.2. Demand deposits***, including	7,641.5
2. Due to the Central Bank	507.6
3. Loro accounts	184.1
4. Deposits from financial institutions	1,515.5
5. Loans from banks	223.9
6. Loans from other financial institutions	1,891.8
7. Securities issued by banks	1,855.4
8. Other liabilities	1,138.6
9. Total liabilities	24,211.8
CAPITAL	31.12.2017
10. Equity	3,471.3
11. General reserves	237.9
12. Total capital	3,709.2
13. Total liabilities and capital	27,921.0

Note: Based on the Supervisory Reporting Methodology. Deposits of self-employed individuals are reported as part of corporate deposits.

* Includes blocked foreign exchange funds collateralizing borrowings from the Central Bank.

**Includes deposits of self-employed individuals, other than deposits of central governments and municipalities

***Includes current accounts of non-bank financial institutions

**Table 2. Income Statement
(banking sector)**

(AZN million)

Profit and Loss Accounts	31.12.2017
1. Interest and similar income	1,775.2
1.1. Interest on loans	1,282.7
2. Interest and related expenses	824.9
2.1. Interest on deposits	373.4
3. Net interest income (loss)	950.3
4. Non-interest income	938.5
5. Non-interest expenses	980.6
6. Operating profit (loss)	908.2
7. Loan loss provisions (expenses)	(26.5)
8. Other income (expenses)	4.1
9. Profit (loss) before tax	938.8
10. Corporate income tax	55.2
11. Net profit (loss)	883.6

Table 3. Financial Market Summary – Banks

Items	31.12.2017
Number of banks	30
State-owned banks	2
Privately-owned banks	28
Banks with foreign equity investments	15
- banks with foreign equity investments from 50% to 100%	8
- local branch offices of foreign banks	2
- banks with foreign equity investments up to 50%	7
Banks licensed year-to-date	0
Banks de-licensed year-to-date	2

Number of bank branches	509
Number of bank divisions	142
Number of ATMs	2431
Personnel	16 171

Table 4. Financial Market Summary – Non-Bank Credit Institutions and the National Post Office

	31.12.2017
Non-bank credit institutions	123
- Credit unions	7
State-owned NBCIs	1
Privately-owned NBCIs, including	122
Foreign invested NBCIs	8
NBCIs with foreign equity investments from 50% to 100%, of which	8
Local branch offices of foreign NBCIs	0
NBCIs with foreign equity investments up to 50%	0
NBCIs licensed year-to-date	1
NBCIs de-licensed year-to-date	22
Branches	170
Personnel	2210
National Post Office - Azerpost	
Postal offices (authorized to provide financial services)	63
Postal stations (authorized to provide financial services)	1112