

**FINANCIAL MARKET SUPERVISORY  
AUTHORITY**

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**OVERVIEW OF THE BANKING SECTOR**

**As of 31 July, 2018**

**Table 1. Overview of the banking sector**

*(AZN million)*

<b>ASSETS</b>	<b>31.07.2018</b>
1. Cash and cash equivalents	1,327.2
2. Claims on CBAR, total*	2,300.7
3. Nostro accounts (correspondent accounts at other banks), total	1,720.4
4. Deposits in financial institutions, including banks	6,730.7
5. Securities	3,084.0
6. Loans to financial institutions, including banks	220.5
6.1 net loans	204.0
7. Loans to customers	11,769.6
7.1 Less specific reserves against possible losses on loans	1,687.7
7.2 Net loans to customers	10,081.9
8. Fixed assets	885.3
9. Intangible assets	132.7
10. Other assets (less specific reserves)	1,463.8
<b>11. Total assets</b>	<b>27,930.7</b>
<b>LIABILITIES</b>	
<b>31.07.2018</b>	
1. Deposits (excluding financial institutions)	17,174.4
1.1 Individuals	7,968.5
1.1.1 term deposits	5,678.0
1.1.2 current accounts	2,290.5
1.2 Legal entities**	9,205.9

1.2.1 term deposits	1,694.5
1.2.2 current accounts***	7,511.4
- deposits of entrepreneurs	81.0
2. CBAR's claims to bank	419.6
3. Loro accounts	193.2
4. Deposits of financial institutions	1,165.5
5. Loans of banks	78.2
6. Loans of other financial institutions	1,931.6
7. Securities issued by banks	1,850.7
8. Other liabilities****	1,185.1
<b>9. Total liabilities</b>	<b>23,998.3</b>
<b>CAPITAL</b>	
	<b>31.07.2018</b>
10. Equity capital	3,693.9
11. General reserves	238.5
<b>12. Total capital</b>	<b>3,932.4</b>
<b>13. Total liabilities and capital</b>	<b>27,930.7</b>

*Note: It has been prepared on the basis of Prudential reporting methodology*

*\* Including blocked foreign currency deposits, as collateral for loans from the Central Bank*

*\*\* Including deposits of individuals engaged in individual entrepreneurship, excluding deposits without central government and municipal governing bodies*

*\*\*\*Including current accounts of non-bank financial institutions*

*\*\*\*\* Including subordinated debt placed by individuals (deposits)*

## Table 2. Profit and loss statement

(Banking sector)

(AZN million)

<b>Profit and loss items</b>	<b>31.07.2018</b>
1. Interest income what is meant by associated types of	988.5
1.1 interest on loans, total	686.3
2. Interest expenses	348.1
2.1 interest on deposits	221.5
3. Net interest income (losses)	640.4
4. Non-interest income	296.3
5. Non-interest expenses	569.5
6. Operating profit (loss)	367.2
7. Allowance for loan impairment	317.5
8. Other income (expenses)	0.9
9. Profit (loss) before tax	50.6
10. Profit tax	18.3
11. Net profit (loss)	32.3

**Table 3. General Information on Financial Market Participants**  
(Banks)

	<b>31.07.2018</b>
<b>Number of banks</b>	30
State banks	2
Private banks	28
Banks with foreign capital	15
banks with 50%-100% foreign capital, of which	8
- local branches of foreign banks	2
banks with less than 50% foreign capital	7
The number of banks licensed since the beginning of the year	0
The number of banks whose licenses have been revoked since the beginning of the year	0
Number of banks' branches	511
Number of banks' divisions	143
Number of ATMs	2,470
Number of employees	16,875