

**FINANCIAL MARKET SUPERVISORY
AUTHORITY**

OVERVIEW OF THE BANKING SECTOR

As of 30 September, 2019

Table 1. Overview of the banking sector

(AZN million)

ASSETS	30.09.2019
1. Cash and cash equivalents	1,318.7
2. Claims on CBAR, total*	2,093.6
3. Nostro accounts (correspondent accounts at other banks), total	3,028.8
4. Deposits in financial institutions, including banks	5,145.7
5. Securities	3,950.3
6. Loans to financial institutions, including banks	273.3
6.1 net loans	259.7
7. Loans to customers	13,872.1
7.1 Less specific reserves against possible losses on loans	1,488.2
7.2 Net loans to customers	12,383.9
8. Fixed assets	968.1
9. Intangible assets	164.5
10. Other assets (less specific reserves)	2,050.0
11. Total assets	31,363.3
LIABILITIES	
	30.09.2019
1. Deposits (excluding financial institutions)	20,062.6
1.1 Individuals	8,491.3
1.1.1 term deposits	5,465.5
1.1.2 current accounts	3,025.8
1.2 Legal entities**	11,571.3
1.2.1 term deposits	2,700.6

1.2.2 current accounts***	8,870.7
- deposits of entrepreneurs	114.0
2. CBAR's claims to bank	160.8
3. Loro accounts	249.5
4. Deposits of financial institutions	1,137.0
5. Loans of banks	73.7
6. Loans of other financial institutions	1,945.4
7. Securities issued by banks	1,747.7
8. Other liabilities****	1,298.1
9. Total liabilities	26,674.8
CAPITAL	
	30.09.2019
10. Equity capital	4,389.2
11. General reserves	299.3
12. Total capital	4,688.5
13. Total liabilities and capital	31,363.3

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)

Profit and loss items	30.09.2019
1. Interest income what is meant by associated types of	1,424.3
1.1 interest on loans, total	1,029.0
- less special accrual reserves	49.5
2. Interest expenses	405.2
2.1 interest on deposits	276.2
3. Net interest income (losses)	969.6
4. Non-interest income	510.8
5. Non-interest expenses	837.5
6. Operating profit (loss)	642.9
7. Allowance for loan impairment	86.2
8. Other income (expenses)	21.4
9. Profit (loss) before tax	578.1
10. Profit tax	55.4
11. Net profit (loss)	522.7

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

	30.09.2019
Number of banks	30
State banks	2
Private banks	28
Banks with foreign capital	14
banks with 50%-100% foreign capital, of which	8
- local branches of foreign banks	2
banks with less than 50% foreign capital	6
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	515
Number of banks' divisions	129
Number of ATMs	2592
Number of employees	18911