

**FINANCIAL MARKET SUPERVISORY
AUTHORITY**

OVERVIEW OF THE BANKING SECTOR

As of 31 January, 2019

Table 1. Overview of the banking sector

(AZN million)

ASSETS	31.01.2019
1. Cash and cash equivalents	1,190.6
2. Claims on CBAR, total*	1,887.5
3. Nostro accounts (correspondent accounts at other banks), total	2,433.4
4. Deposits in financial institutions, including banks	6,504.4
5. Securities	3,903.8
6. Loans to financial institutions, including banks	260.0
6.1 net loans	237.4
7. Loans to customers	12,541.0
7.1 Less specific reserves against possible losses on loans	1,484.8
7.2 Net loans to customers	11,056.2
8. Fixed assets	948.8
9. Intangible assets	146.5
10. Other assets (less specific reserves)	1,294.3
11. Total assets	29,602.9
LIABILITIES	
	31.01.2019
1. Deposits (excluding financial institutions)	18,547.4
1.1 Individuals	7,980.7
1.1.1 term deposits	5,500.1
1.1.2 current accounts	2,480.6
1.2 Legal entities**	10,566.7
1.2.1 term deposits	1,756.9

1.2.2 current accounts***	8,809.8
- deposits of entrepreneurs	95.2
2. CBAR's claims to bank	369.5
3. Loro accounts	280.5
4. Deposits of financial institutions	1,160.2
5. Loans of banks	87.1
6. Loans of other financial institutions	2,008.4
7. Securities issued by banks	1,840.0
8. Other liabilities****	1,192.5
9. Total liabilities	25,485.6
CAPITAL	
	31.01.2019
10. Equity capital	3,835.8
11. General reserves	281.5
12. Total capital	4,117.3
13. Total liabilities and capital	29,602.9

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	31.01.2019
1. Interest income what is meant by associated types of	162.0
1.1 interest on loans, total	114.2
2. Interest expenses	49.1
2.1 interest on deposits	31.5
3. Net interest income (losses)	106.5
4. Non-interest income	52.4
5. Non-interest expenses	80.7
6. Operating profit (loss)	78.2
7. Allowance for loan impairment	32.9
8. Other income (expenses)	2.6
9. Profit (loss) before tax	47.9
10. Profit tax	5.3
11. Net profit (loss)	42.6

Table 3. General Information on Financial Market Participants

(Banks)

	31.01.2019
Number of banks	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	508
Number of banks' divisions	130
Number of ATMs	2,510
Number of employees	17,588