

**FINANCIAL MARKET SUPERVISORY  
AUTHORITY**

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**OVERVIEW OF THE BANKING SECTOR**

**As of 31 August, 2018**

**Table 1. Overview of the banking sector***(AZN million)*

<b>ASSETS</b>	<b>31.08.2018</b>
1. Cash and cash equivalents	1,129.2
2. Claims on CBAR, total*	2,103.5
3. Nostro accounts (correspondent accounts at other banks), total	1,788.5
4. Deposits in financial institutions, including banks	6,715.0
5. Securities	3,279.2
6. Loans to financial institutions, including banks	235.0
6.1 net loans	219.0
7. Loans to customers	11,905.5
7.1 Less specific reserves against possible losses on loans	1,655.5
7.2 Net loans to customers	10,250.0
8. Fixed assets	891.2
9. Intangible assets	131.3
10. Other assets (less specific reserves)	1,620.2
<b>11. Total assets</b>	<b>28,127.1</b>
<b>LIABILITIES</b>	<b>31.08.2018</b>
1. Deposits (excluding financial institutions)	17,346.8
1.1 Individuals	7,939.9
1.1.1 term deposits	5,691.8
1.1.2 current accounts	2,248.1

1.2 Legal entities**	9,406.9
1.2.1 term deposits	1,790.9
1.2.2 current accounts***	7,616.0
- deposits of entrepreneurs	80.9
2. CBAR's claims to bank	410.4
3. Loro accounts	187.6
4. Deposits of financial institutions	1,214.9
5. Loans of banks	85.2
6. Loans of other financial institutions	1,884.2
7. Securities issued by banks	1,851.5
8. Other liabilities****	1,096.8
<b>9. Total liabilities</b>	<b>24,077.5</b>
<b>CAPITAL</b>	
	<b>31.08.2018</b>
10. Equity capital	3,806.6
11. General reserves	243.0
<b>12. Total capital</b>	<b>4,049.6</b>
<b>13. Total liabilities and capital</b>	<b>28,127.1</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)*

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## Table 2. Profit and loss statement

(Banking sector)

(AZN million)

<b>Profit and loss items</b>	<b>31.08.2018</b>
1. Interest income what is meant by associated types of	1,138.4
1.1 interest on loans, total	791.9
2. Interest expenses	394.1
2.1 interest on deposits	258.1
3. Net interest income (losses)	744.4
4. Non-interest income	347.8
5. Non-interest expenses	651.2
6. Operating profit (loss)	441.0
7. Allowance for loan impairment	316.4
8. Other income (expenses)	0.7
9. Profit (loss) before tax	125.3
10. Profit tax	21.5
11. Net profit (loss)	103.8

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

	<b>31.08.2018</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	2,468
Number of employees	16,928