

REPUBLIC OF AZERBAIJAN
FINANCIAL MARKET SUPERVISORY AUTHORITY

BANKING SECTOR OVERVIEW

as of July 31, 2017

Baku - 2017

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

Assets	31.07.2017
1. Cash	1,273.2
2. Correspondent accounts with the Central Bank*	3,798.6
3. Nostro accounts (correspondent accounts with other banks)	1,222.7
4. Deposits with financial institutions, including banks	5,801.7
5. Securities	4,225.6
6. Loans to financial institutions, including banks	298.9
6.1. Net loans	246.6
7. Loans to customers	12,392.9
7.1. Special loan loss reserve	1,728.3
7.2 Net loans	10,664.6
8. Fixed assets	812.1
9. Intangible assets	128.0
10. Other assets (less special reserves)	1,535.4
11. Total assets	29,708.5

Liabilities	31.07.2017
1. Deposits (other than financial institutions)	16,465.6
1.1. Household deposits	6,834.1
1.1.1. Term deposits	5,190.3
1.1.2. Demand deposits	1,643.8
1.2. Corporate deposits**	9,631.5
1.2.1. Term deposits	3,854.7
1.2.2. Demand deposits***	5,776.8
2. Due to the Central Bank	616.9
3. Loro accounts	417.8
4. Deposits from financial institutions	4,019.7
5. Loans from banks	1,807.5
6. Loans from other financial institutions	2,053.8
7. Securities issued by banks	210.0
8. Other liabilities	1,280.7
9. Total liabilities	26,872.0

Capital	31.07.2017
10. Equity	2,553.6
11. General reserves	282.9
12. Total capital	2,836.5
13. Total liabilities and capital	29,708.5

Note: Based on the Supervisory Reporting Methodology.

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

***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	31.07.2017
1. Interest and similar income	1,145.6
1.1. Interest on loans	845.5
2. Interest and related expenses	559.1
2.1 Interest on deposits	222.1
3. Net interest income (loss)	586.5
4. Non-interest income	497.3
5. Non-interest expenses	553.4
6. Operating profit (loss)	530.4
7. Loan loss provisions (expenses)	297.3
8. Other income (expenses)	3.0
9. Profit (loss) before tax	236.1
10. Corporate income tax	19.3
11. Net profit (loss)	216.8

Table 3. Financial Market Summary – Banks

(AZN million)

	31.07.2017
Number of banks	31
State-owned banks	2
Privately-owned banks	29
Banks with foreign equity investments	16
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%	8
Banks licensed year-to-date	0
Banks de-licensed year-to-date	1
Number of bank branches	560
Number of bank divisions	141
Number of ATMs	2,505
Personnel	16,123