

FINANCIAL MARKET SUPERVISORY AUTHORITY

OVERVIEW OF THE BANKING SECTOR

As of 31 July, 2019

Baku – 2019

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

Assets	31.07.2019
1. Cash	1,311.6
2. Correspondent accounts with the Central Bank*	2,302.8
3. Nostro accounts (correspondent accounts with other banks)	2,166.7
4. Deposits with financial institutions, including banks	5,451.2
5. Securities	4,023.6
6. Loans to financial institutions, including banks	262.6
6.1. Net loans	249.1
7. Loans to customers	13,342.3
7.1. Special loan loss reserve	1,469.8
7.2. Net loans	11,872.5
8. Fixed assets	956.6
9. Intangible assets	165.5
10. Other assets (less special reserves)	1,590.4
11. Total assets	30,090.0
Liabilities	31.07.2019
1. Deposits (other than financial institutions)	19,044.8
1.1. Household deposits	8,471.6
1.1.1. Term deposits	5,357.3
1.1.2. Demand deposits	3,114.3
1.2. Corporate deposits**	10,573.2
1.2.1. Term deposits	2,510.8
1.2.2. Demand deposits***, including	8,062.4
- deposits of self-employed individuals	108.4
2. Due to the Central Bank	160.7
3. Loro accounts	242.1
4. Deposits from financial institutions	1,107.4
5. Loans from banks	77.5
6. Loans from other financial institutions	1,898.7
7. Securities issued by banks	1,747.7
8. Other liabilities****	1,228.1
9. Total liabilities	25,507.0
CAPITAL	31.07.2019
10. Equity	4,287.3
11. General reserves	295.7
12. Total capital	4,583.0
13. Total liabilities and capital	30,090.0

Note: Based on the Supervisory Reporting Methodology. Deposits of self-employed individuals are reported as part of corporate deposits.

*Includes blocked foreign exchange funds collateralizing borrowings from the Central Banks.

**Includes deposits of self-employed individuals, other than deposits of central governments and municipalities

***Includes current accounts of non-bank financial institutions

****Including subordinated household deposits

**Table 2. Income Statement
(banking sector)**

<i>(AZN million)</i>	
Profit and Loss Accounts	31.07.2019
1. Interest and similar income	1,094.6
1.1. Interest on loans	783.5
- less special accrual reserves	67.4
2. Interest and related expenses	311.2
2.1. Interest on deposits	210.0
3. Net interest income (loss)	716.0
4. Non-interest income	403.2
5. Non-interest expenses	646.8
6. Operating profit (loss)	472.4
7. Loan loss provisions (expenses)	49.7
8. Other income (expenses)	21.4
9. Profit (loss) before tax	444.1
10. Corporate income tax	37.9
11. Net profit (loss)	406.2

Table 3. Financial Market Summary – Banks

Items	31.07.2019
Number of banks	30
State-owned banks	2
Privately-owned banks	28
Banks with foreign equity investments	14
- 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%	6
Banks licensed year-to-date	0

Banks de-licensed year-to-date	0
Number of bank branches	514
Number of bank divisions	128
Number of ATMs	2582
Personnel	18 434