



Banking Sector In Turkey

2019

February 2020

This study was prepared using data provided by BRSA, TurkStat, Reuters

This study was prepared for the aim of following up and assessing the developments in the Turkish Banking Sector.

Whilst every effort has been made to ensure that the information contained in this study is correct, The Banks Association of Turkey cannot accept any responsibility for any errors or omissions or for any consequences resulting therefrom.

Balance Sheet (Billion TL)

	2018	2019	Change (per.)
Liquid assets	594	698	18
Securities portfolio	478	661	38
Loans	2,386	2,665	12
Permanent assets	109	135	24
Other assets	300	332	11
Total	3,867	4,492	16
Deposits	2,036	2,567	26
Non-deposit funds	1,030	1,014	-2
Other liabilities	289	288	0
Subordinated debt	91	130	43
Shareholders' equity	421	492	17
Total	3,867	4,492	16



Balance Sheet (Billion USD)

	2018	2019	Change (per.)
Liquid assets	112	118	5
Securities portfolio	90	111	23
Loans	452	449	-1
Permanent assets	21	23	11
Other assets	57	56	-2
Total	732	756	3
Deposits	386	432	12
Non-deposit funds	195	171	-12
Other liabilities	55	49	-11
Subordinated debt	17	22	27
Shareholders' equity	80	83	4
Total	732	756	3

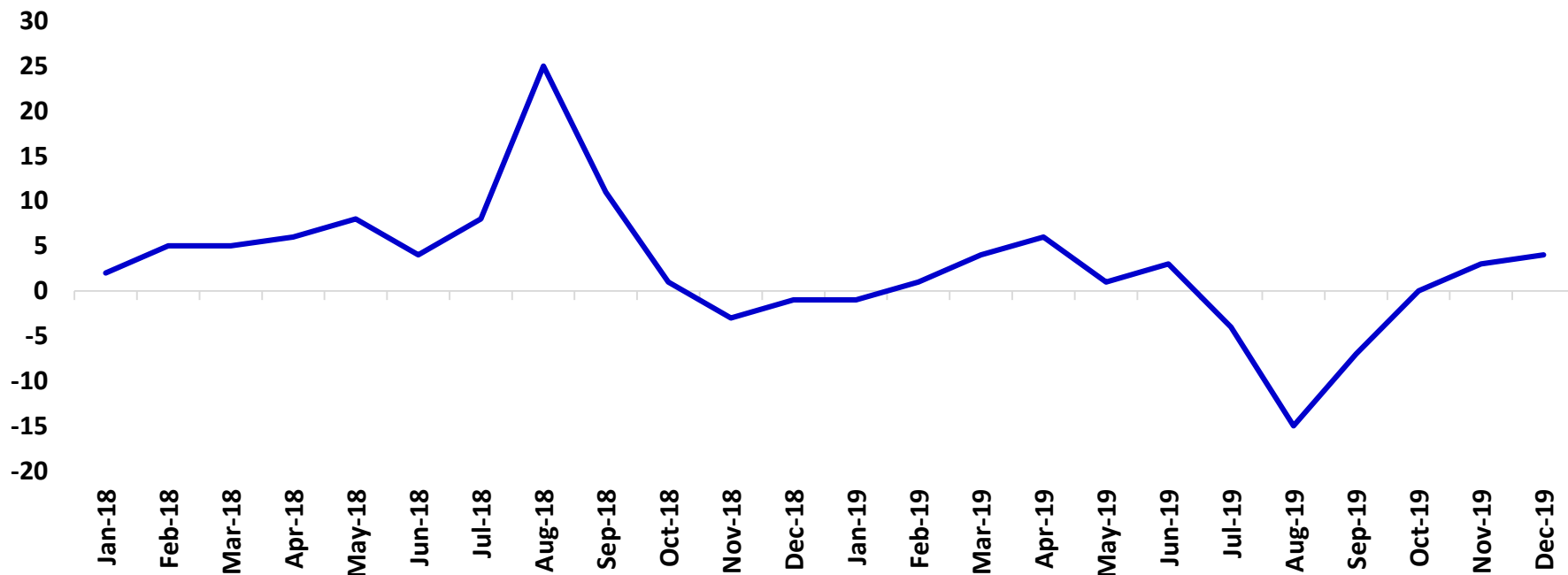


Balance Sheet (Perc.)

	2015	2016	2017	2018	2019
Liquid assets	16	16	15	15	16
Securities portfolio	14	13	12	12	15
Loans	63	64	65	62	59
Permanent assets	2	2	3	3	3
Other assets	4	5	5	8	7
Total	100	100	100	100	100
Deposits	53	53	53	53	57
Non-deposit funds	28	27	28	27	23
Other liabilities	7	7	7	7	6
Subordinated debt	2	2	2	2	3
Shareholders' equity	11	11	11	11	11
Total	100	100	100	100	100

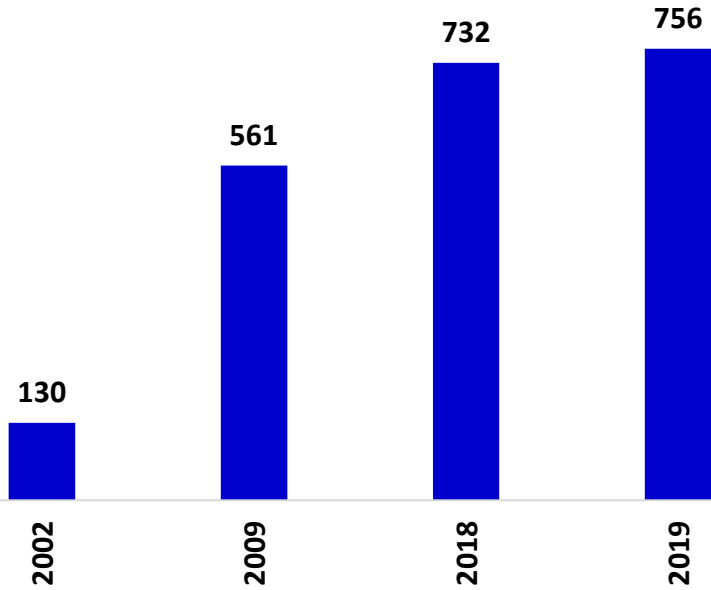


Total Assets (Annual change, fixed prices, perc.)

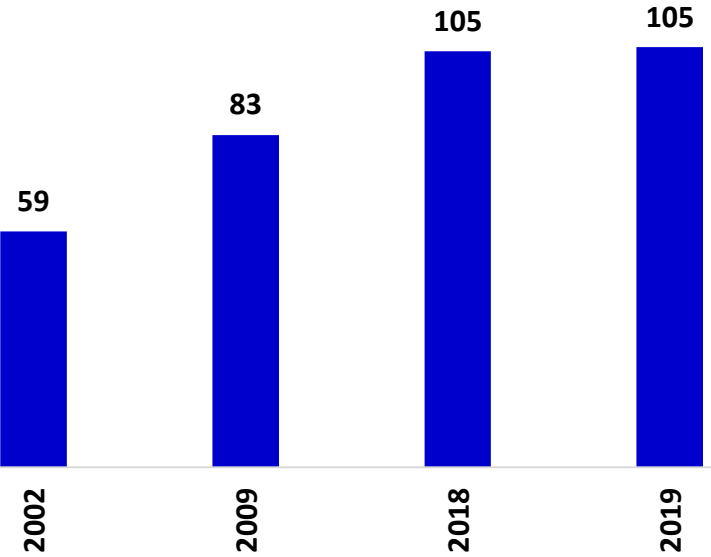


Assets

Assets (Billion USD)



Assets to Gdp (perc.)



Balance Sheet (As of Gdp, perc.)

	2015	2016	2017	2018	2019
Loan	64	67	68	64	63
Securities	14	13	13	13	16
Assets	101	105	105	104	105
Deposit	53	56	55	55	60
Non-Deposit	28	29	29	28	24
Shareholders' equity	11	12	12	11	12
Liabilities	101	105	105	104	105

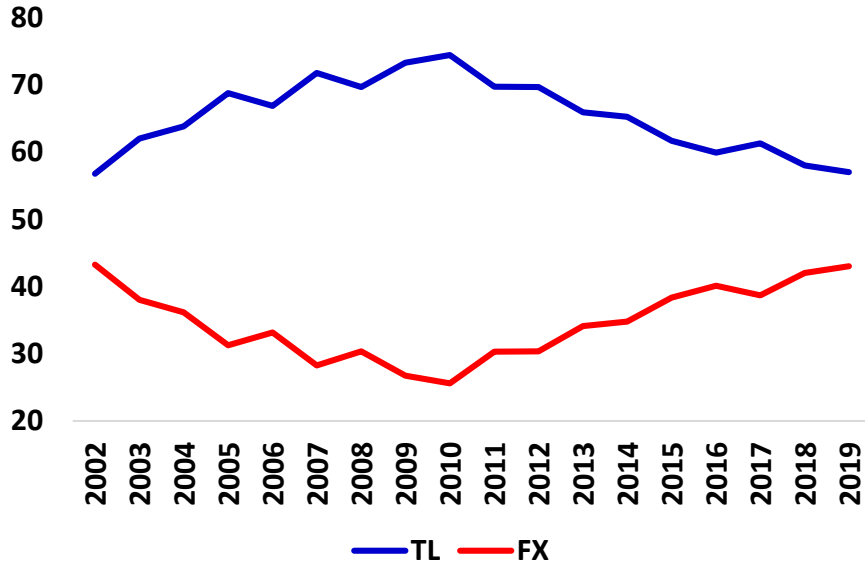


Share of TL Items in Balance Sheet (Perc)

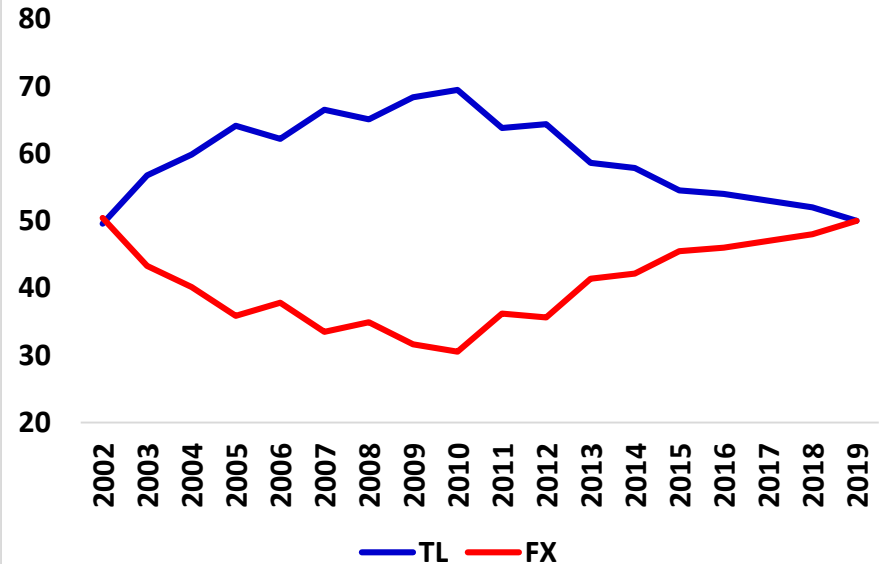
	2015	2016	2017	2018	2019
Loans	68	65	68	60	62
Assets	62	60	61	56	57
Deposit	57	58	56	51	49
Non-Deposit	29	26	28	25	26
Liabilities	55	54	53	50	50

Currency Breakdown of Assets and Liabilities (Perc.)

Assets

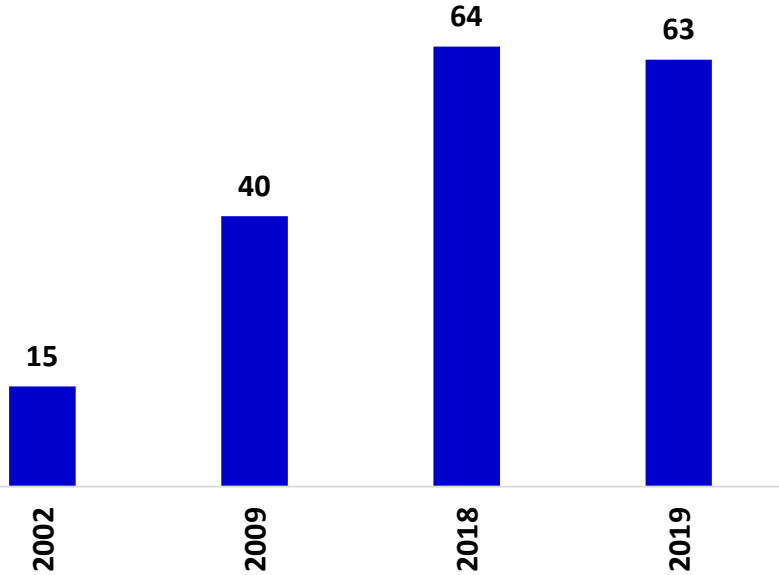


Liabilities

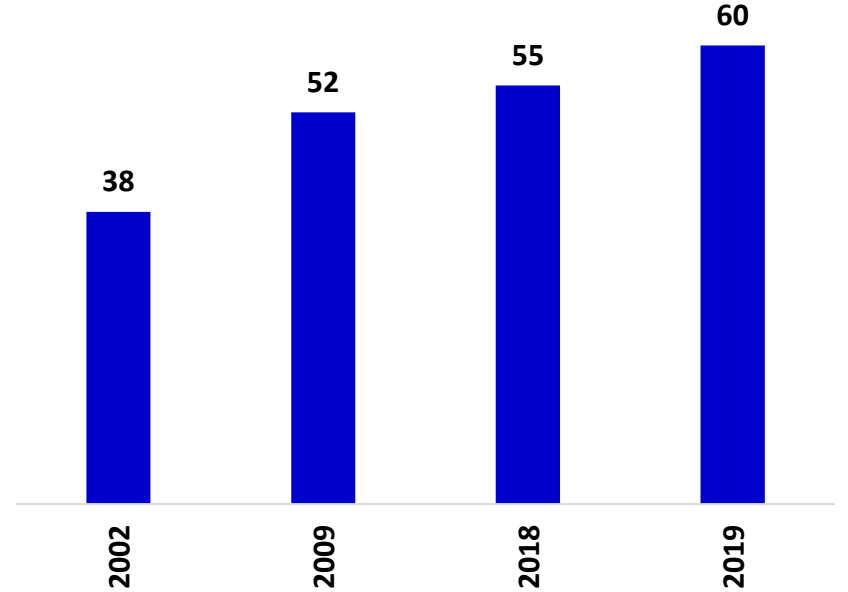


Loan and Deposit (As of Gdp, perc.)

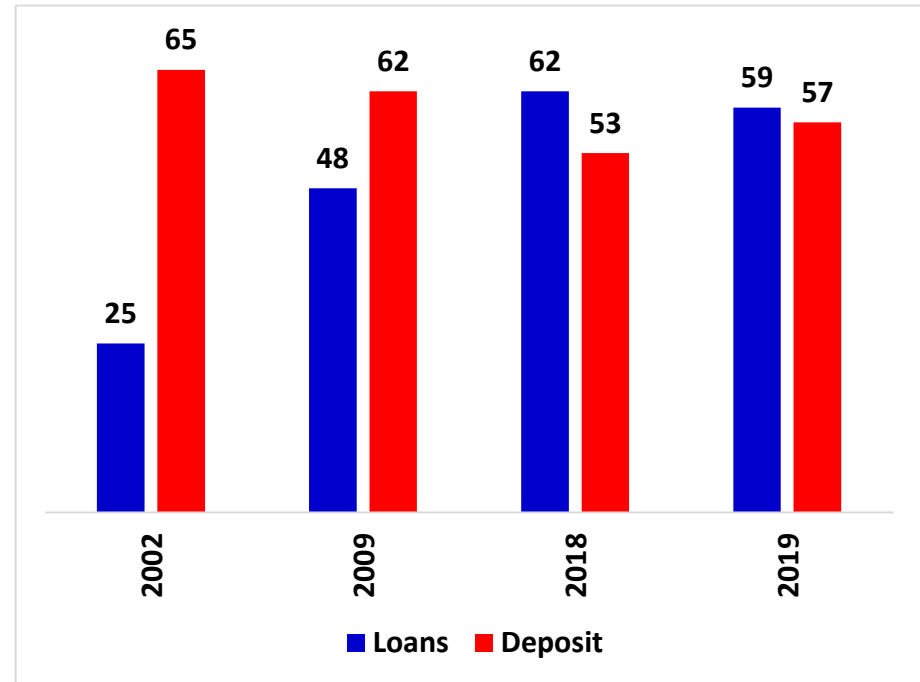
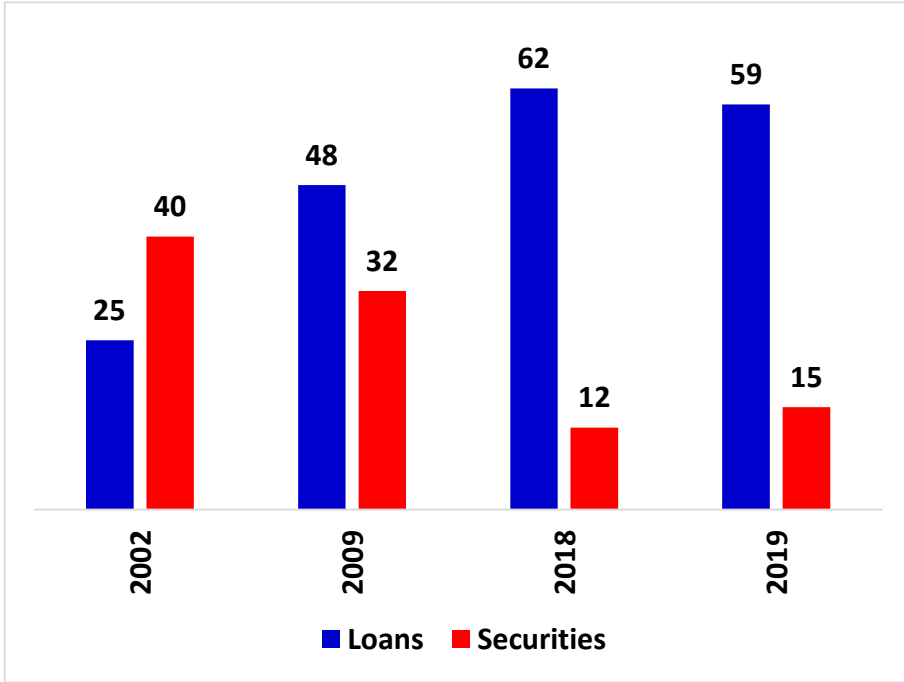
Loans



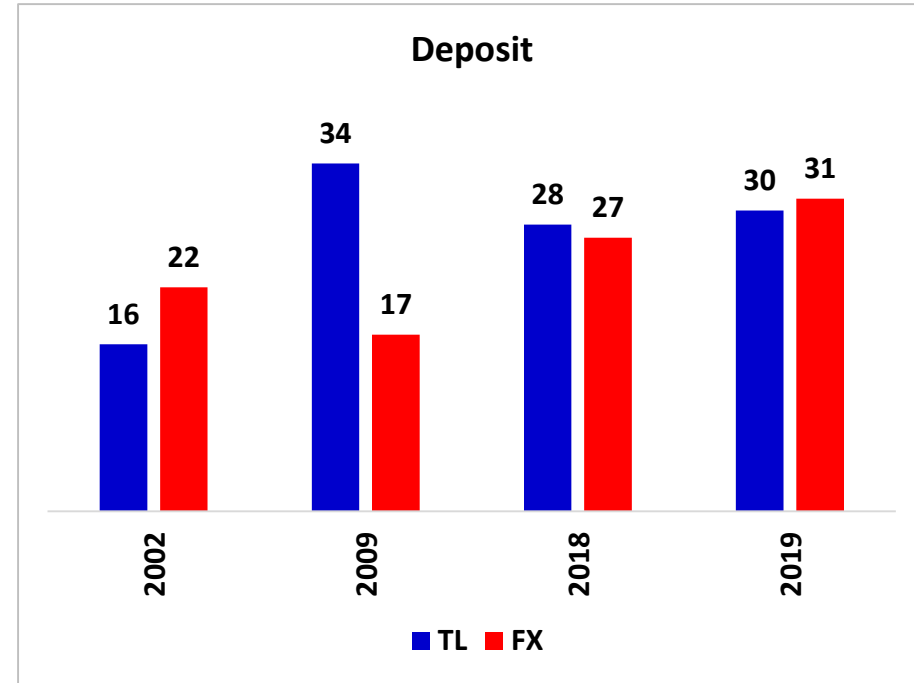
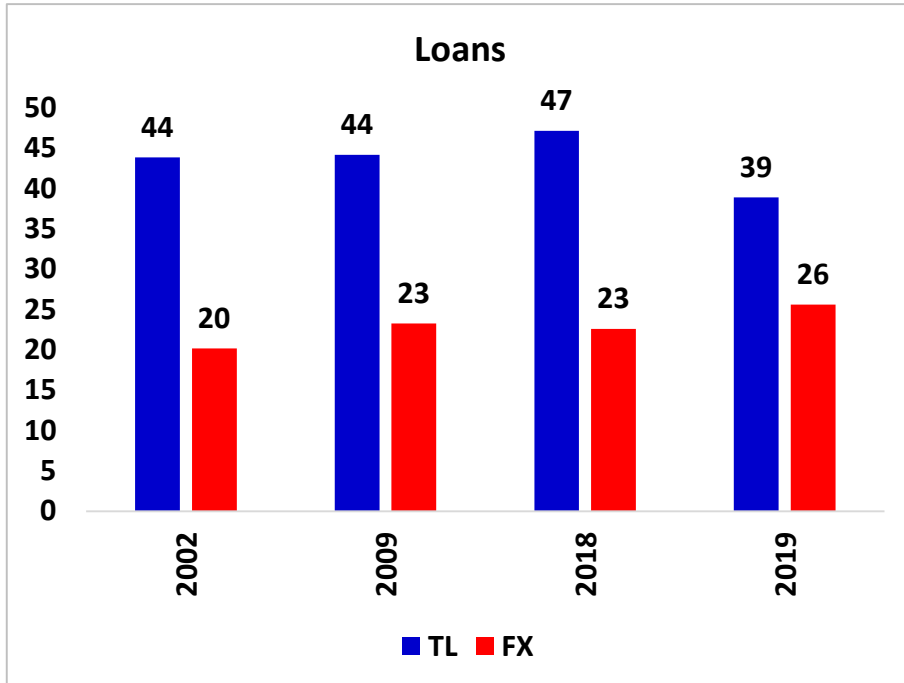
Deposit



Loans, Securities and Deposit (As of Assets, perc.)

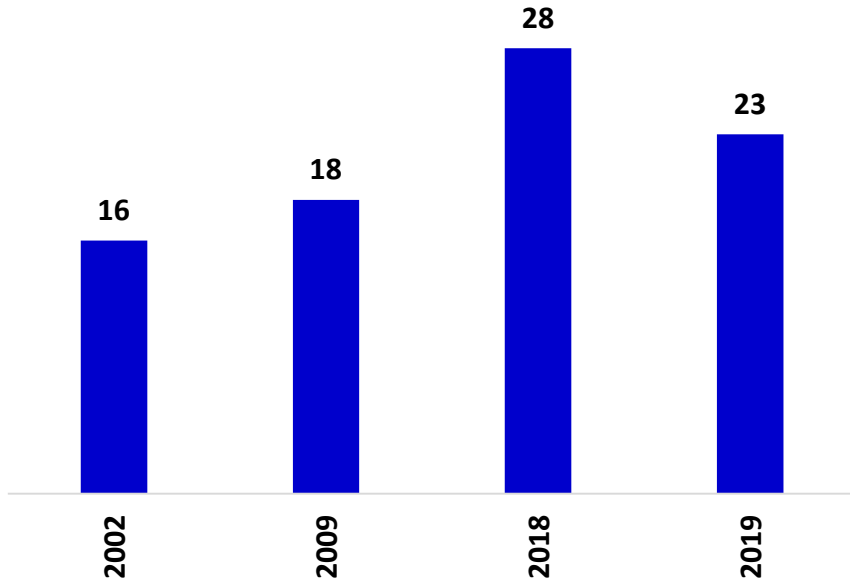


Currency Breakdown of Loans and Deposit (As of Gdp, per.)

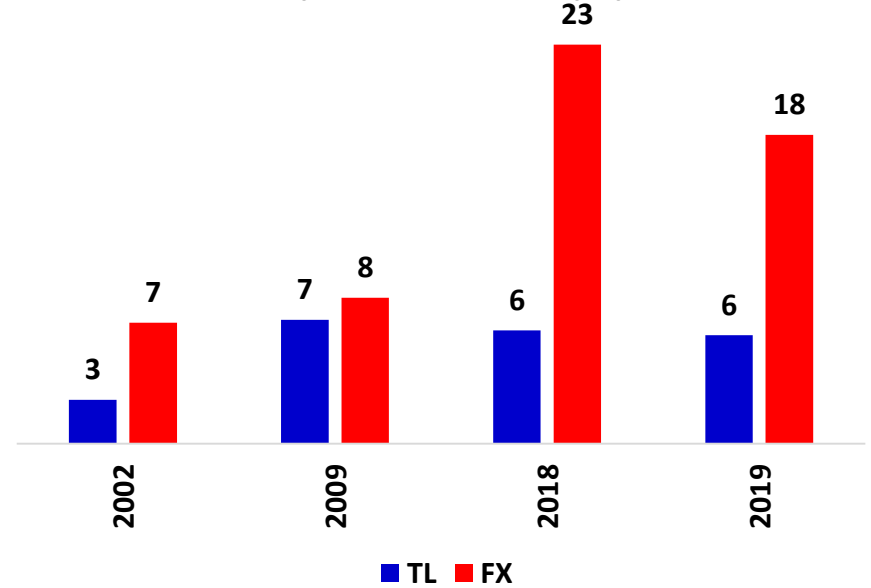


Non-Deposit Funds

Non-Deposit Funds to Assets (perc.)



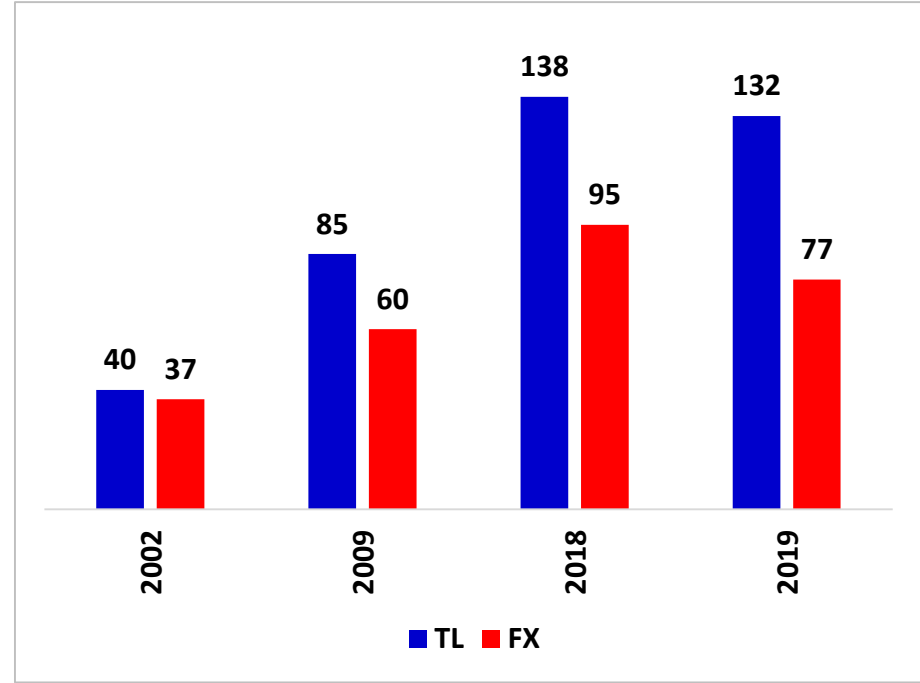
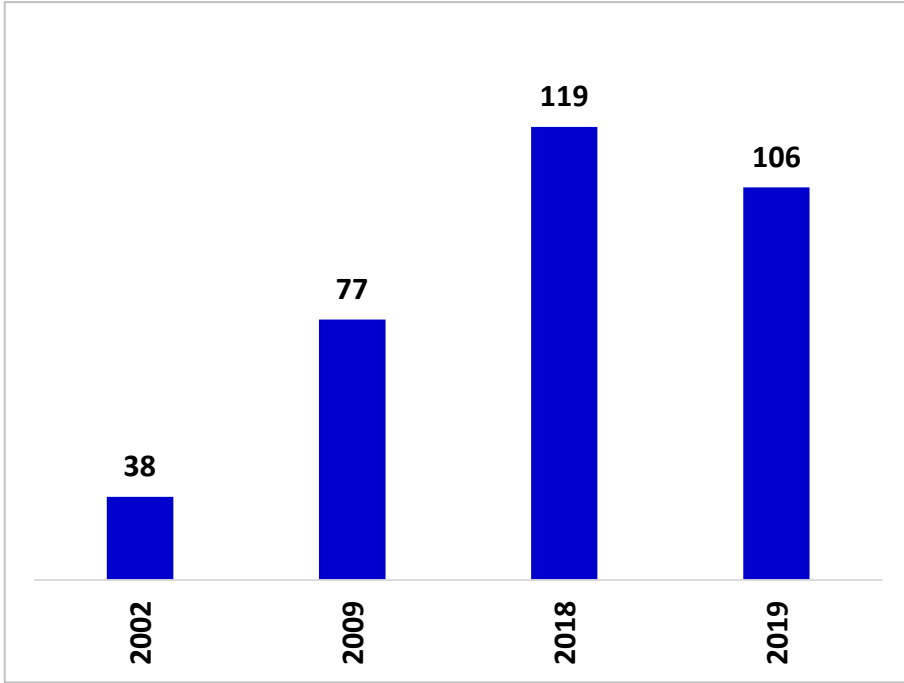
Non-Deposit funds to Gdp (perc.)



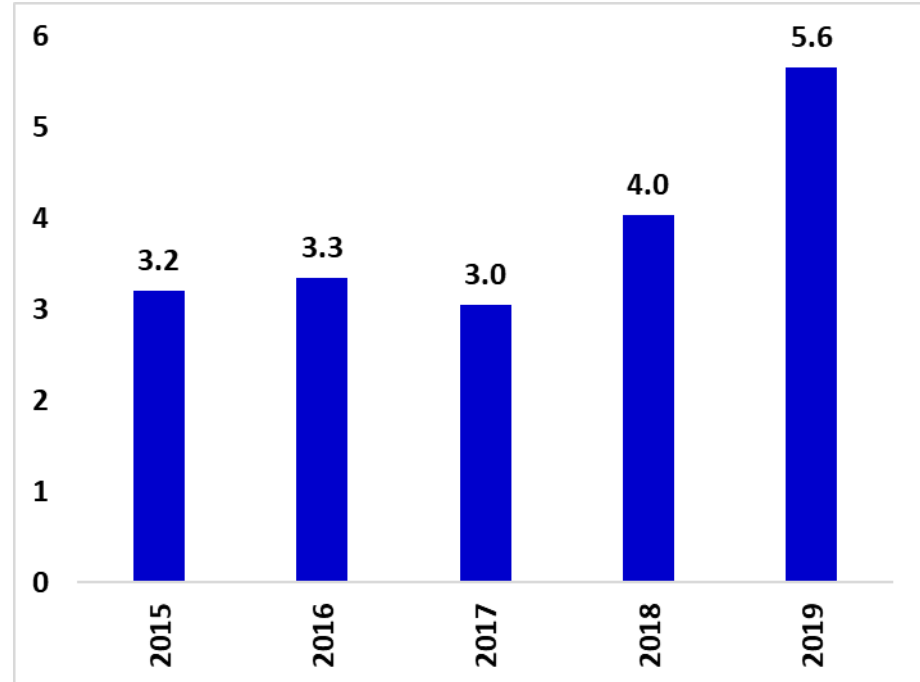
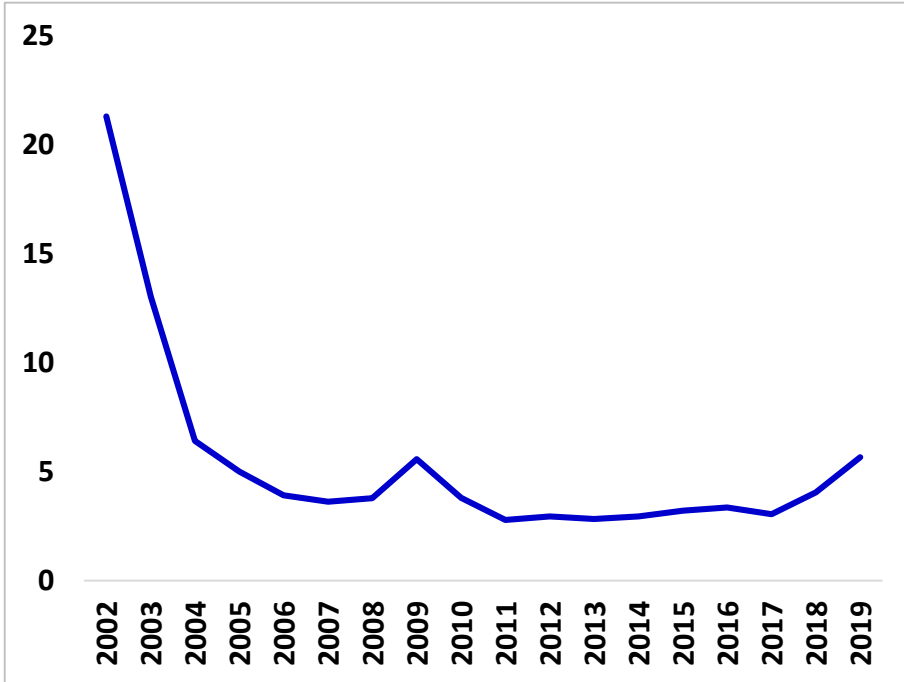
Loans to Deposit (Perc.)

	2015	2016	2017	2018	2019
Total	120	120	123	119	106
TL	144	135	150	141	135
FX	87	99	90	97	79

Loans to Deposit (Perc.)



NPL to Total Loans (Perc.)



Breakdown of Loans (Perc.)

	2015	2016	2017	2018	2019
Total	100	100	100	100	100
Corporates	74	76	77	79	78
Big Companies	48	51	52	53	55
SMEs	26	24	27	26	23
Consumers	26	24	23	21	22
Consuming	11	10	9	9	10
Housing	10	9	9	8	7
Automobiles	0	0	0	0	0
Credit Cards	5	5	4	4	4

Currency Breakdown of Loans (Perc.)

	2015	2016	2017	2018	2019
Total	100	100	100	100	100
TL	68	65	67	60	62
FX	32	35	33	40	38
Big Companies	100	100	100	100	100
TL	43	41	45	36	39
FX	57	59	55	64	61
SMEs	100	100	100	100	100
TL	83	81	84	77	80
FX	17	19	16	23	20
Households	100	100	100	100	100
TL	100	100	100	100	100



Sectoral Breakdown of Corporate Loans (Perc.)

	2002	2009	2018	2019
Total	100	100	100	100
Manufacturing	38	31	25	27
Trade	10	16	19	16
Construction	12	9	12	12
Energy	1	4	10	10
Real estate brokerage	7	3	8	8
Transportation, storage, communication	4	7	7	7
Agriculture and forestry	8	6	5	5
Tourism	2	3	4	4
Financial intermediaries	11	7	3	3
Defence, public adm. and social sec. inst.	5	5	3	3
Mining	0	2	1	2
Health and other social security services	0	1	1	1
Others	2	6	3	3

NPL to Total Loans (Perc.)

	2018	2019
Commercial loans	3.9	5.8
Agriculture and forestry	3.7	4.8
Fishing	2.4	7.0
Mining	4.8	5.4
Manufacturing	4.0	5.2
Energy	3.4	6.6
Construction	5.5	9.5
Trade	5.4	7.1
Tourism	4.7	8.6
Transportation, storage, communication	2.1	2.9
Financial intermediaries	0.5	0.3
Real estate brokerage	3.1	5.8
Defence, public adm. and social sec. inst.	0.1	0.2
Education	3.7	10.0
Health and other social security services	2.6	2.8



NPL to Total Loans (Perc.)

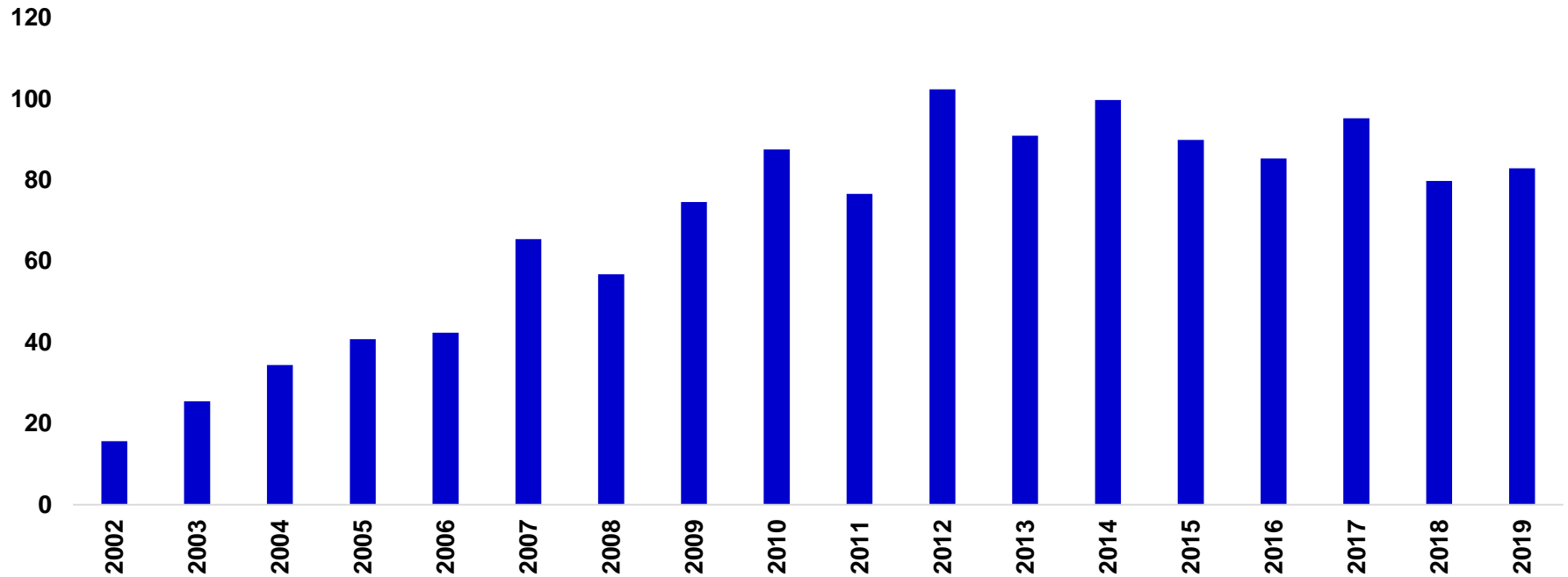
	2015	2016	2017	2018	2019
Total	3.2	3.3	3.0	3.9	5.6
Corporates	2.8	3.0	2.9	4.0	6.2
Big Companies	2.0	2.0	1.9	2.6	4.6
SMEs	4.1	5.1	4.9	6.9	10.1
Consumers	4.5	4.5	3.6	3.6	3.4
Consuming	6.0	6.3	5.1	5.2	4.6
Housing	0.5	0.5	0.4	0.5	0.6
Automobiles	3.4	3.4	2.8	3.2	2.9
Credit Cards	8.9	8.7	7.1	6.0	5,6

Breakdown of Loans (Billion USD)

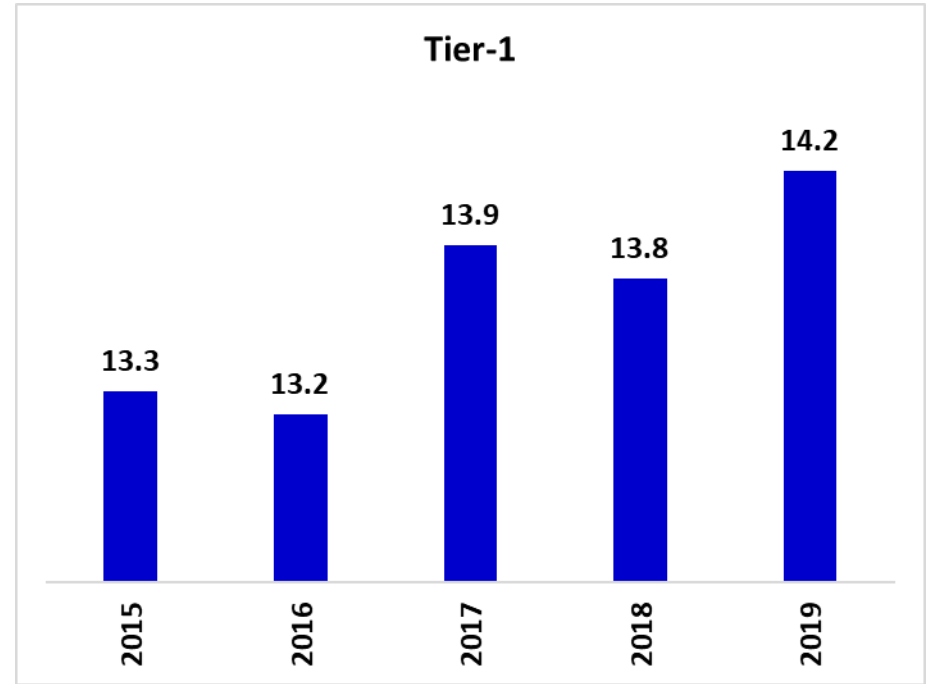
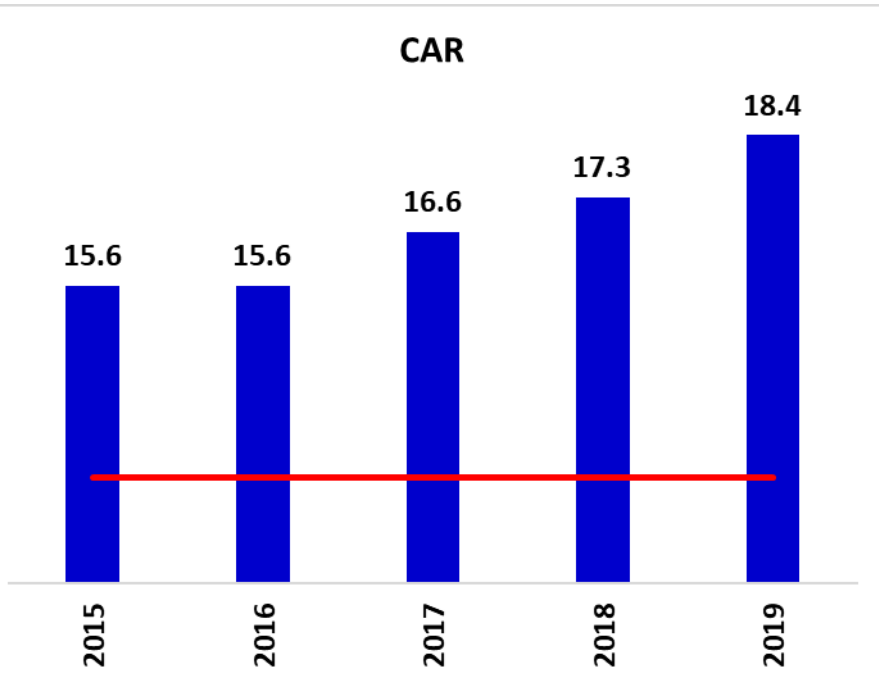
	2018	2019
Investment loans	50	49
Export Guaranteed Investment Loans	4	3
Other Investment Loans	46	46
Working Capital Loans	142	84
Export Loans	26	26
Directed Loans	27	26
Discount Loans	17	17
Households loans	101	105
Consumer loans	76	79
Credit Cards	26	26
Other Loans	5	72
Unclassified loans	84	68
Total	451	447



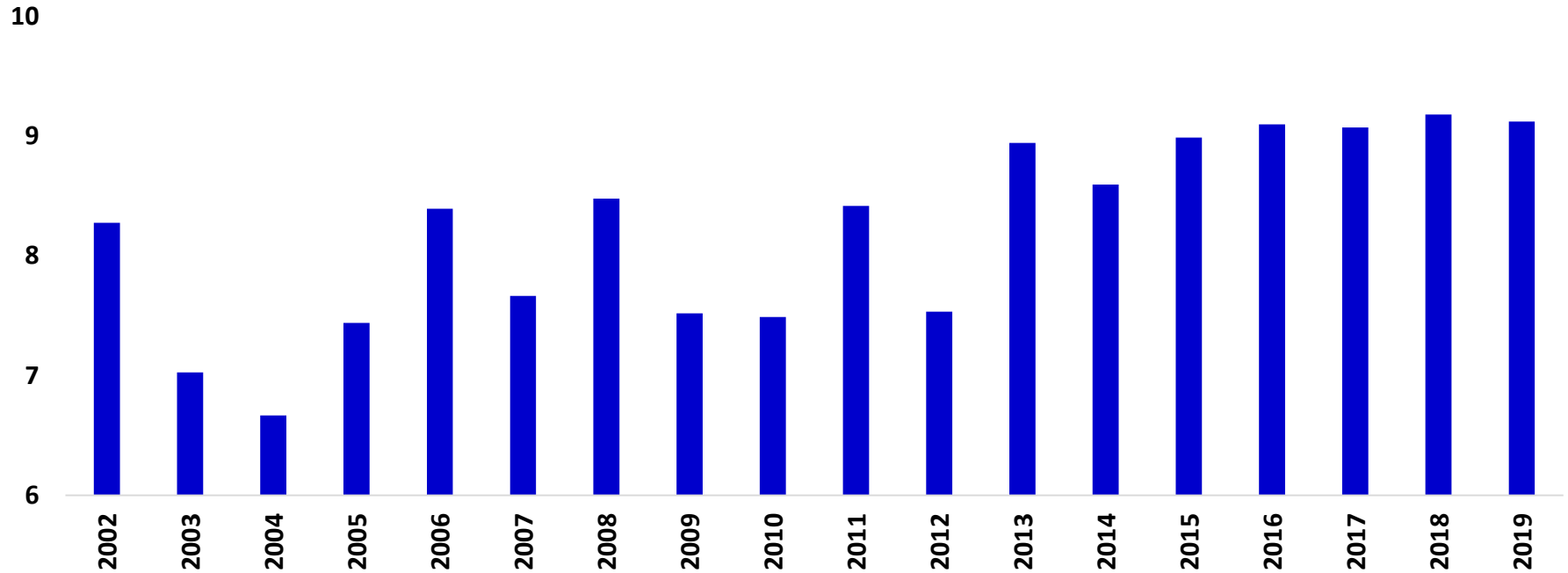
Shareholders' Equity (Billion USD)



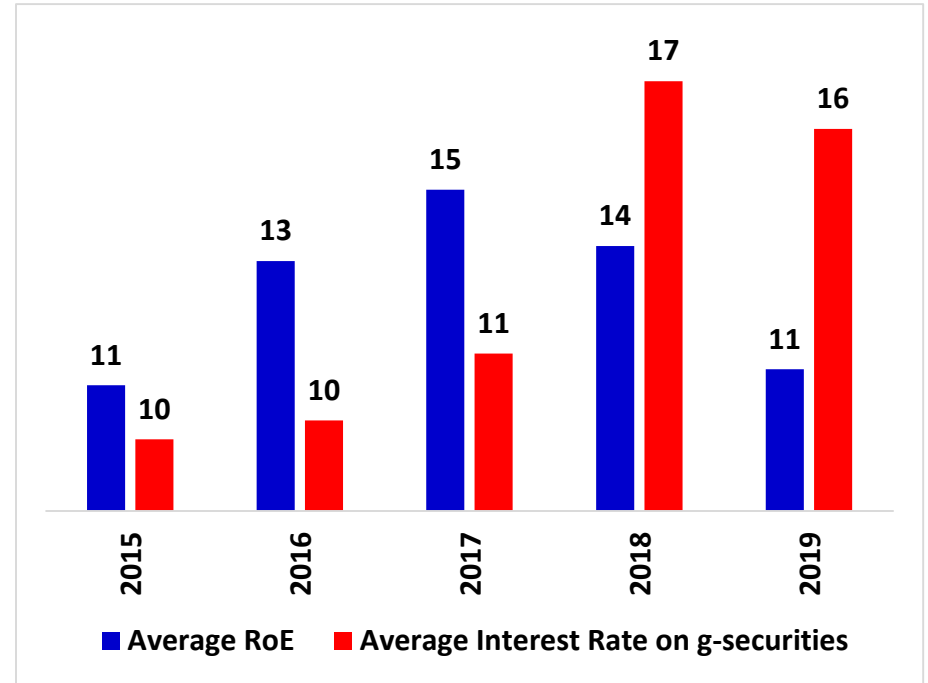
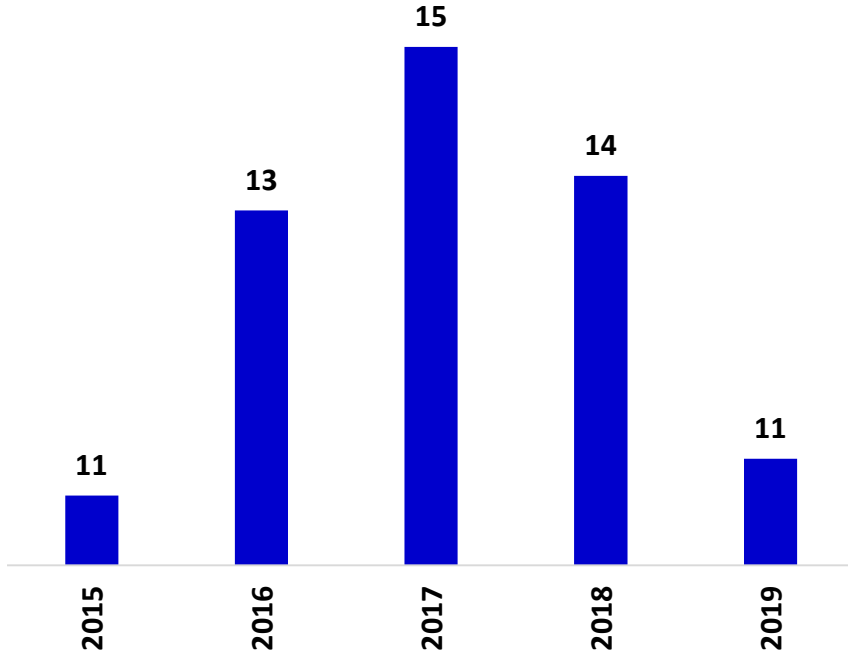
Capital Adequacy Ratio (Perc.)



Leverage (Total Assets / Shareholders' Equity)



Return On Average Equity (Perc.)



Return On Average Equity (Perc.)

	Total	Public Banks	Private Banks	Non-Residents Banks	Inv. And Dev. Banks	Participation Banks
2015	10.6	14.7	9.0	11.3	7.9	3.9
2016	13.2	15.9	13.5	12.2	8.8	9.7
2017	14.7	17.7	13.8	14.7	10.1	12.6
2018	13.6	13.7	13.1	14.5	12.0	13.9
2019	11.0	9.3	10.2	12.7	13.7	12.5

Selected Income-Expenses Items (Billion TL)

	2019	Change (per.)
Interest margin before special provision	162.3	11
Interest income	420.5	14
Interest expenses	258.2	16
Non-interest margin	-18.6	-11
Non-interest income	66.8	25
Non-interest expenses	85.4	15
Interest and non-interest margin	143.8	15
Provisions for risks	78.1	38
Special provisions for non-performing losses	56.1	60
Provisions for general loan losses	20.3	-4
Income before tax	65.7	-5
Provisions for taxes	15.9	3
Taxes, duties, charges and funds	4.0	25
Income taxes	11.9	-3
Income after tax	49.8	-7

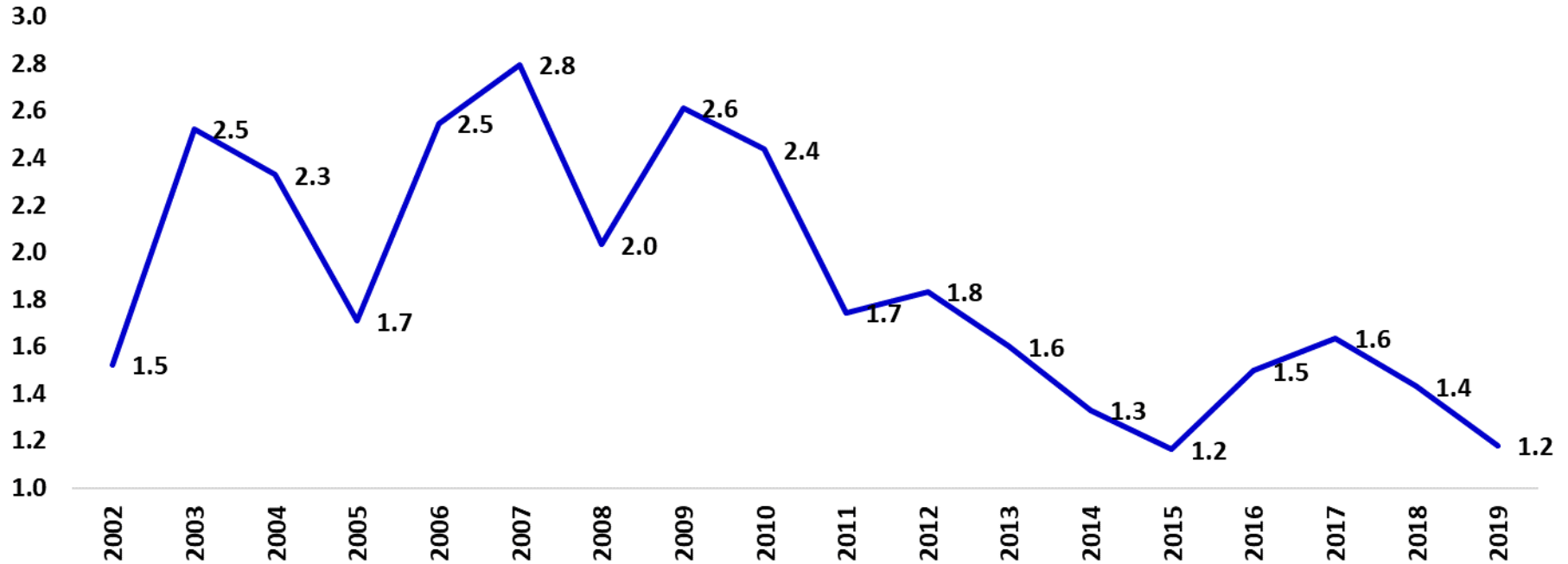


Selected Income-Expenses (As of average assets, perc.)

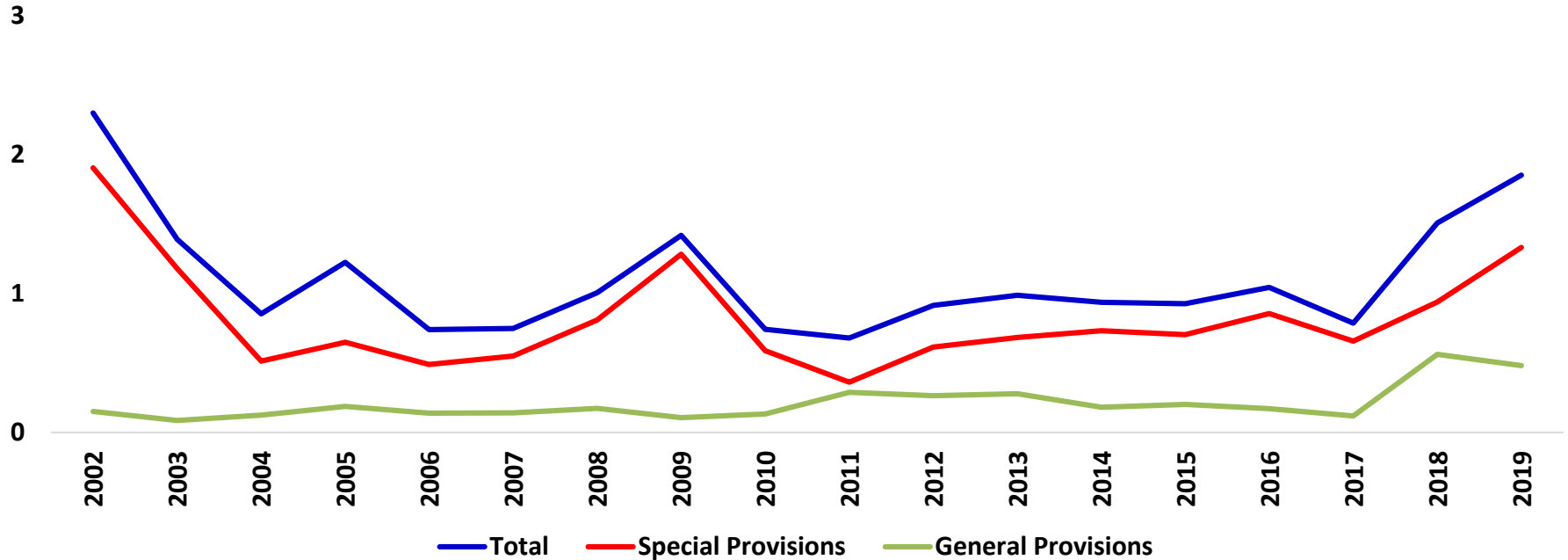
	2018	2019
Interest margin before special provision for NPLs	3.9	3.8
Non-interest margin	-0.6	-0.4
Non-interest income	1.4	1.6
Revunes, fees and commissions	1.0	1.2
Gains and losses on financial instruments	-0.3	-0.5
Others	0.8	1.0
Non-interest expenses	2.0	2.0
Interest and non-interest margin	3.4	3.4
Provisions for risks	1.5	1.9
Special provisions for non-performing losses	0.9	1.3
Provisions for general loan losses	0.6	0.5
Provisions for other financial assets	0.0	0.0
Income before tax	1.8	1.6
Extraordinary income (expenses)	0.0	0.0
Provisions for taxes	0.4	0.4
Taxes, duties, charges and funds	0.1	0.1
Income taxes	0.3	0.3
Income after tax	1.4	1.2



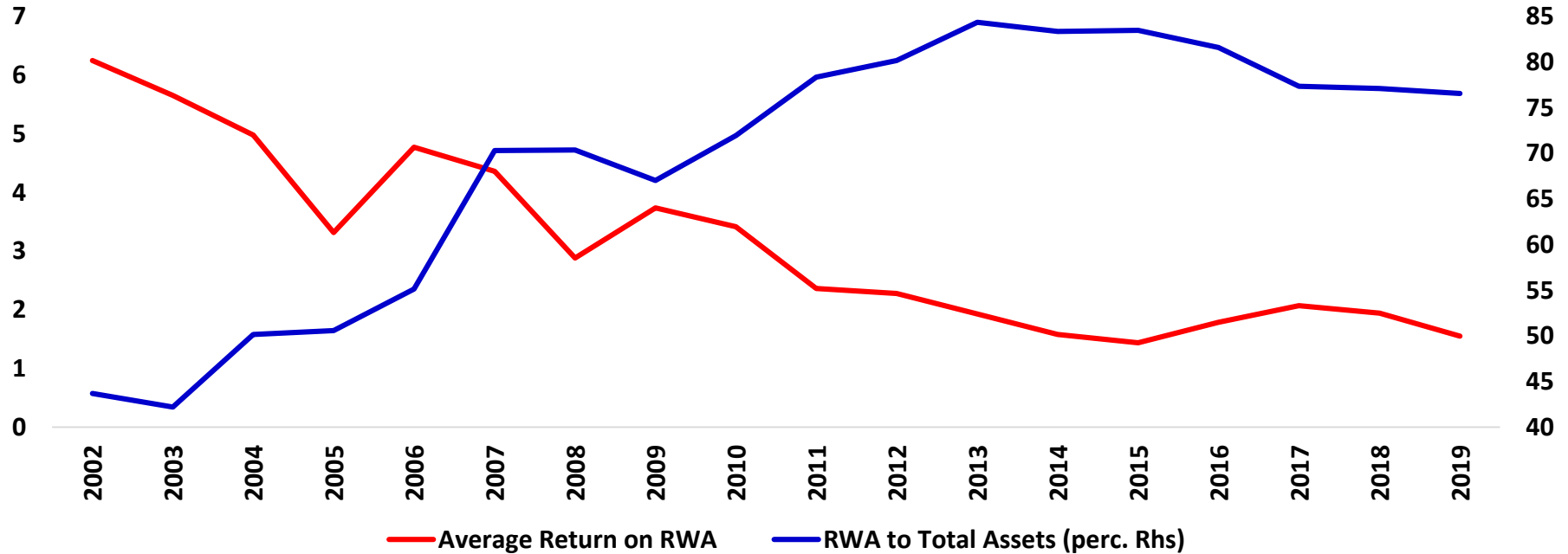
Return on Average Assets (Perc.)



Provisions for Risks (As of average assets, perc.)



Return on Average Risk Weighted Assets (Perc.)

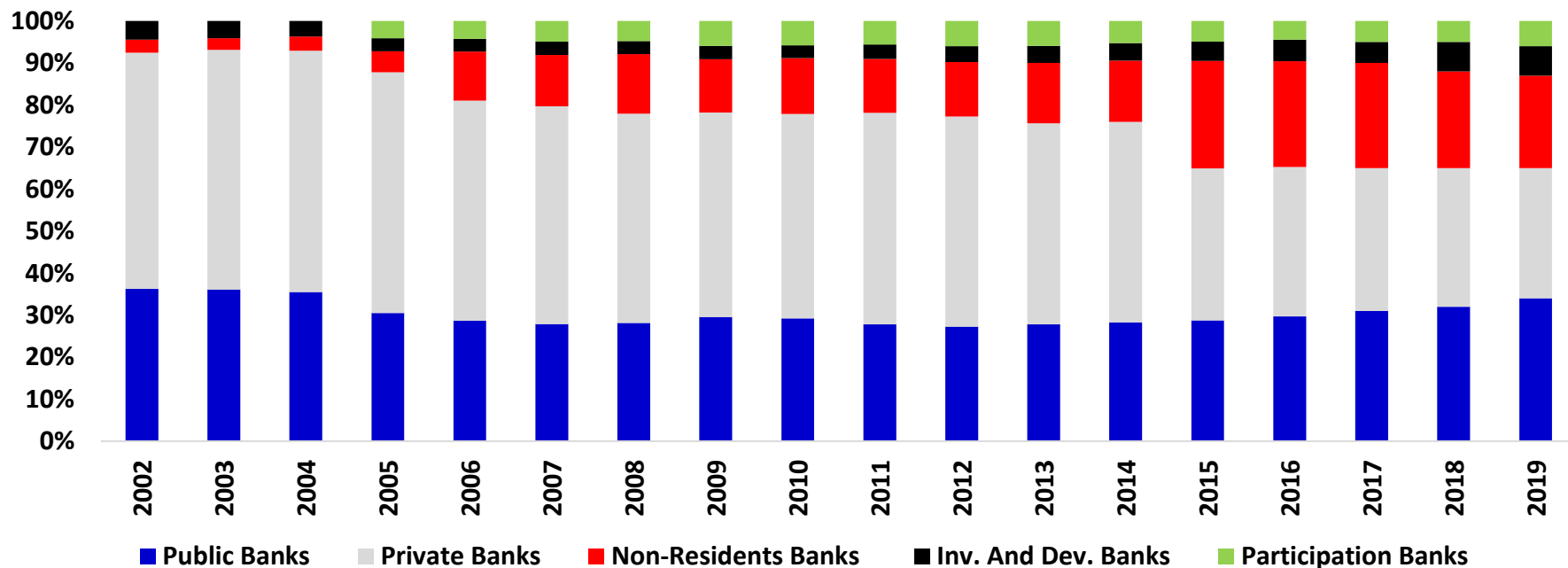


Sectoral Shares (Perc.)

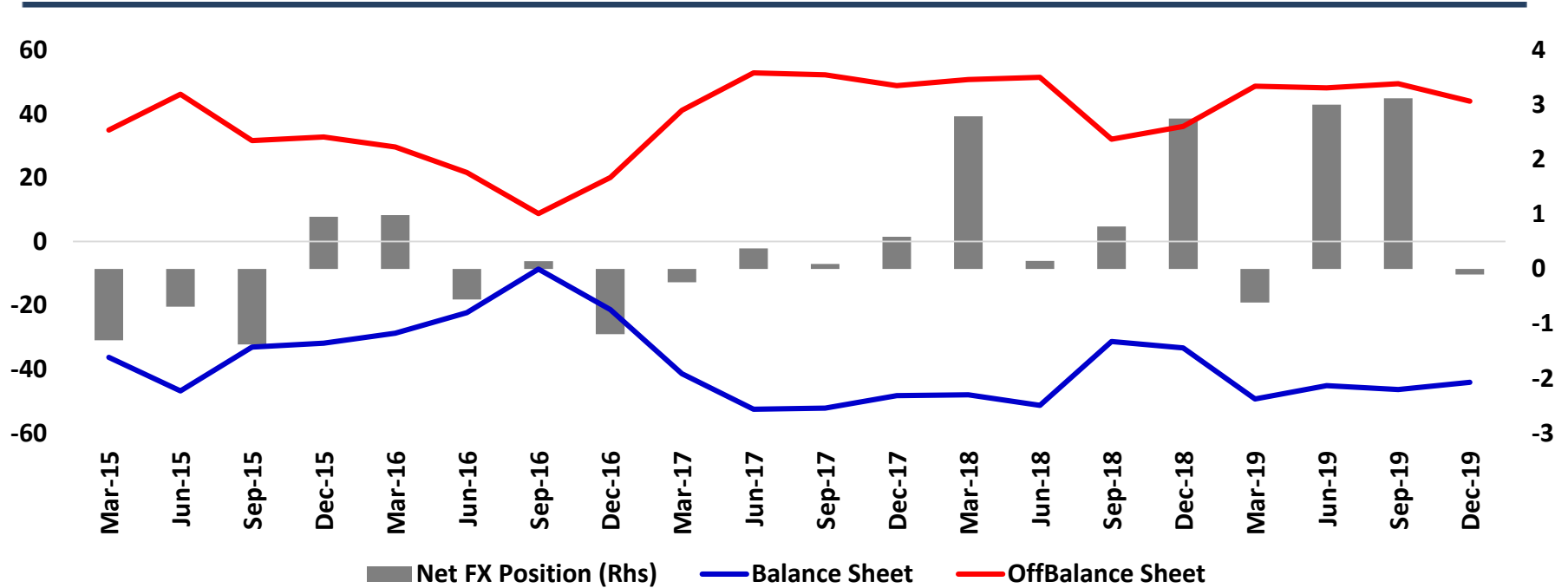
	2015	2016	2017	2018	2019
		Assets			
Public Banks	29	30	31	32	34
Private Banks	36	35	35	33	31
Non-Residents Banks	26	25	24	23	22
Inv. And Dev. Banks	5	5	5	7	7
Participation Banks	5	5	5	5	6
		Loans			
Public Banks	29	30	32	35	37
Private Banks	36	35	34	31	29
Non-Residents Banks	25	24	23	22	21
Inv. And Dev. Banks	5	6	6	8	8
Participation Banks	5	4	5	5	5
		Deposit			
Public Banks	31	31	33	34	36
Private Banks	37	38	37	35	33
Non-Residents Banks	26	25	24	24	23
Participation Banks	6	6	6	7	8



Assets Shares (Perc.)



FX Position (Billion USD)



Banks In Turkey (2019)

	Number of Banks	Asset Share (perc.)
Deposit Banks	34	87
Public Banks	3	34
Private Banks	9	31
Banks Under SDIF	1	0
Non-Residents Banks	21	22
Inv. And Dev. Banks	13	7
Participation Banks	6	6
Total	53	100



Thank You

