

CENTRAL BANK OF THE TRNC

QUARTERLY BULLETIN



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I: FOREWORD

In the World Economic Outlook Report published by the IMF in October 2022, the challenges and consequences that have negative effects on the global economic outlook, such as the high course of inflation, increasingly tight fiscal conditions in many countries, the Russia-Ukraine war and the ongoing COVID-19 pandemic, are mentioned. The report underlined that in addition to all these factors that put heavy pressure on the global economy, the normalisation of monetary and fiscal policies, which provided relief during the pandemic, also slowed down demand. The report forecasted that global inflation will rise from 4.7 per cent in 2021 to 8.8 per cent in 2022, before falling to 6.5 per cent in 2023 and 4.1 per cent in 2024.

In the third quarter of 2022, inflation rates compared to the previous month have been 5.21, 3.31 and 3.08 percent in July, August and September, respectively. In the same period of 2021, monthly inflation rates were 2.23, 2.54 and 2.08 percent, respectively. In the third quarter of 2022, annual inflation rates compared to the same month of the previous year have been 116.56, 118.18 and 120.32 percent in July, August and September, respectively. At the end of September 2022, the expenditure groups with the highest annual price increases were entertainment and culture with 209.52 percent, restaurants and hotels with 154.8 percent, transport with 133.4 percent and food and non-alcoholic beverages with 123.39 percent. As of the end of September 2022, the lowest price increase compared to the same period of the previous year has been the communication item by 49.6 percent.

In 2021, the number of passengers entering the country continued to remain low due to the ongoing measures taken against the Covid-19 outbreak. In the third quarter of 2022 the pre-Covid-19 levels are reached. The number of passengers arriving to the country by air and sea has been 125,790, 134,394 and 165,276 respectively in July, August, and September 2022. Border gate entries (excluding TRNC citizens) was 733,932 in 2021, while this figure has become 3,484,382 in the same period of 2022. In the first nine months of 2022, the total entry of Southern Cyprus nationals through the border gates was 2,130,687.

As of the third quarter of fiscal year 2022, budget revenues increased by 3,596.1 million TRY compared to the same period of the previous year and amounted to 5,857.2 million TRY. In the third quarter of 2022, tax revenues item with the largest share in budget revenues increased by 141.2 percent compared to the same period of the previous year and amounted to 3,818.6 million TRY. Total tax revenues were 1,583.4 million TRY in the same period of 2021. While the share of tax revenues in total budget revenues was 70 percent in the third quarter of 2021, it has declined to 65.2 percent in the same period of 2022. In the third quarter of 2022, the share of non-tax revenues item increased from 13.3 to 13.9 percent, and the share of other revenues increased from 0.2 to 1.4 percent, compared to the same period of 2021.

Total assets of the banking sector, which was 97,526.7 million TRY at the end of June 2022, have increased by 11.9 percent at the end of September 2022 and reached 109,134.2 million TRY. In the aforementioned period, cash and cash equivalents increased by 18.36 percent, securities portfolio by 24.92 percent, gross loans by 4.16 percent and other assets by 18.31 percent. In the third quarter of 2022, the largest share in the sector's total assets is gross loans with 46.61 percent. Gross loans are followed by cash and cash equivalents with a share of 32.97 percent, securities portfolio

with a share of 11.2 percent and other assets with 9.21 percent. As of September 2022, 83 percent of the total liabilities is deposits, 7.8 percent is shareholders' equity, 4.72 percent is debts to banks and 4.49 percent is other liabilities. Sector's non-performing loans, amounting to 1,801.2 million TRY as of the end of June 2022, increased by 6.12 percent and reached 1,911.4 million TRY as of the end of September 2022. Non-performing loans increased by 24.17 percent, compared to the same period of the previous year.

In the third quarter of 2022, the sector's capital adequacy standard ratio decreased by 0.41 points compared to the previous quarter and declined to 17.26 percent, above the legal limit of 10 percent. As of September 2022, CASR based on bank groups has been 20.9 percent in public banks, 11.69 percent in private banks and 22.72 percent in branch banks.

I would like to thank all of our employees who have contributed to the preparation of this bulletin, in which current main indicators of the selected economies and TRNC economy are included and the overview of the TRNC banking sector is reflected in detail as of the third quarter of 2022, and I hope that it will be beneficial for those interested in the subject.

Regards,



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II: ABBREVIATIONS

EU	European Union
USA	United States of America
ECB	European Central Bank
ATM	Automated Teller Machine/Cash Dispenser
IMM	Interbank Money Market
BoE	Bank of England
Brexit	Withdrawal of the United Kingdom from the European Union
SPO	State Planning Organisation
WTO	World Trade Organisation
EA 19	Euro Area
EUROSTAT	European Statistical Office
ESA	European System of Accounts
Fed	Central Banking System of the USA
FOMC	The Federal Open Market Committee
LON	Late Liquidity Window
GNP	Gross National Product
GDP	Gross Domestic Product
IMF	International Monetary Fund
CGF	Credit Guarantee Fund
Bank	Central Bank of the Turkish Republic of Northern Cyprus
SME	Small and Medium Enterprises
CB	Central Bank
SP	Securities Portfolio
RR	Reserve Requirements
OECD	Organisation for Economic Co-operation and Development
ONS	Office for National Statistics
OPEC	Organisation of Petroleum Exporting Countries
MTP	Medium-Term Program
PMI	Purchasing Managers Index
MPC	Monetary Policy Committee
RWA	Risk-Weighted Assets
OG	Official Gazette
CASR	Capital Adequacy Standard Ratio
TR	Republic of Turkey
CBRT	Central Bank of the Republic of Turkey
TRY	Turkish Lira
NPL	Non-Performing Loans
TURKSTAT	Turkish Statistical Institute
CPI	Consumer Price Index
IBU	International Banking Unit
IEA	International Energy Agency
FX	Foreign Exchange
NEP	New Economic Program
D-PPI	Domestic Producer Price Index
\$/Dollar/USD	US Dollar
€/EUR	Euro
£/GBP	Pound Sterling

III: DEFINITIONS

Gross Loans: Loans + Non-Performing Loans

Cash and Cash Equivalents: Cash Assets + Receivables from the CB + Receivables from Banks + Receivables from IMM Transactions

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1 INTERNATIONAL DEVELOPMENTS

1.1 OVERVIEW AND CURRENT DEVELOPMENTS

In the World Economic Outlook Report published by the IMF in October 2022, the challenges and consequences that have negative effects on the global economic outlook, such as the high course of inflation, increasingly tight fiscal conditions in many countries, the Russia-Ukraine war and the ongoing COVID-19 pandemic, are mentioned. The report underlines that in addition to all these factors that put heavy pressure on the global economy, the normalisation of monetary and fiscal policies, which provided relief during the pandemic, also slowed down demand.

In 2021, the global economy grew by 6.0 percent. The global economic growth forecast for 2022, which was 3.2 percent in the World Economic Outlook Report published in July 2022, remained unchanged in the October 2022 report. The report forecasts that global inflation will rise from 4.7 per cent in 2021 to 8.8 per cent in 2022, before falling to 6.5 per cent in 2023 and 4.1 per cent in 2024.

In the IMF report, which mentions that economic activity in most countries has slowed down or even contracted due to the mentioned factors, it is underlined that if the risks to the outlook remain on the downside, policy preferences in major economies may continue to diverge, which may lead to further appreciation of the US dollar. In addition, there are risks that shocks in energy and food prices may cause rising inflation to persist for a longer period of time, and that Russia's suspension of gas supply may reduce production in Europe. The report also notes that risks such as a resurgence of COVID-19 and a worsening of China's property sector crisis could also weigh on growth and hamper trade and capital flows.

Given all these downside risks, the report underlines that the future health of the global economy depends on the successful adjustment of monetary policy and the course of the war in Ukraine. It is also mentioned that macroprudential policies should be used against systemic risks amid tightening financial conditions and that intensive structural reforms to improve productivity and economic capacity are crucial to ease supply constraints and support monetary policy in the

fight against inflation. It is also emphasised that policies to accelerate the green energy transition will provide long-term returns for energy security and the costs of ongoing climate change.

In the Economic Outlook Interim Report published by the OECD in October 2022, the major negative impact of the Russia-Ukraine war on the global economy is mentioned and it is underlined that global economic growth stopped in the second quarter of 2022 and indicators in many economies point to a long period of slow growth. The report states that the war in Ukraine has significantly increased energy and food prices and exacerbated inflationary pressures at a time when the cost of living is rising rapidly worldwide.

The report emphasises that the high inflationary pressures experienced in many economies can be alleviated by tighter monetary policies, while underlining the need for fiscal support to help mitigate the impact of high energy costs on households and companies. It also emphasises the need for strong policy measures to increase investment in clean technologies and energy efficiency.

Table 1.1: GDP Results and Forecasts

	2020	2021	2022 ¹	2022 ²	2023 ¹	2023 ²
IMF	-3.1	6.0	3.6	3.2	3.6	2.7
World Bank	-3.3	5.7	4.1	2.9	2.8	3.0
OECD	-3.4	5.8	5.6	3.0	2.8	2.2

Source: OECD, World Bank, IMF

¹ Initial forecast for the relevant year.

² Latest forecast for the relevant year.

In the Inflation Report published by the CBRT in October 2022, it is stated that the economic activity in the Republic of Turkey maintained the strong growth trend of the first quarter of 2022 in the second quarter as well. The report underlines that the main determinants of the strong growth in this period were the services and industrial sectors, as in the first quarter, and that private consumption continued to make a strong contribution to growth, especially with the contribution of services items. In this period, the upward trend in machinery-equipment investments was maintained as in previous quarters, while the decline in construction investments limited the contribution of total investments to annual growth.

Stating that geopolitical risks continue to have a weakening effect on economic activity across the world, the report emphasised that leading indicators signal that the risk of the global economy entering recession has increased. According to the report, the ongoing strong course of Turkish exports in the first half of 2022 lost some momentum in the third quarter due to the weakening external demand.

1.2 ECONOMIC AND FINANCIAL OUTLOOK

1.2.1 GROWTH

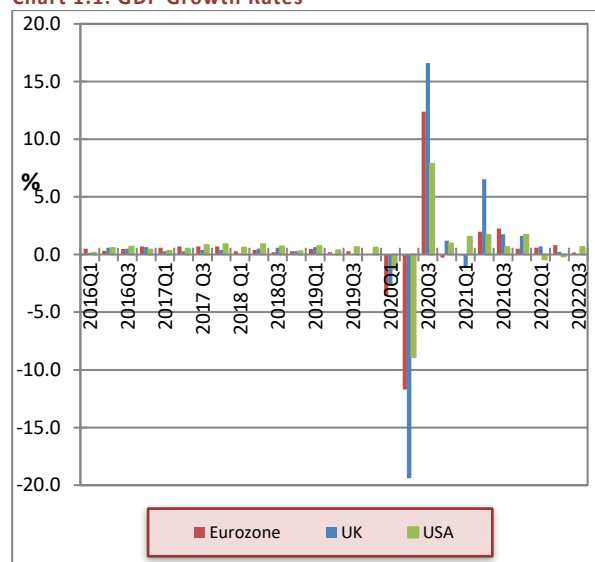
Having contracted by 0.6 percent on an annual basis in the second quarter of 2022, the US economy grew by 2.6 percent in the third quarter following two consecutive quarters of decline, exceeding expectations. The growth in the US economy in the related quarter was mainly driven by the rise in exports and consumer spending, which offset the decline in housing investment.

According to the chained volume index, economic growth in the United Kingdom was 0.2 per cent in the second quarter of 2022 compared to the previous quarter. According to the monthly economic growth estimates announced by ONS, after a 0.2 percent contraction in April 2022 compared to the previous month, 0.3 percent monthly growth was recorded in May 2022. The Office for National Statistics explained that the contraction was due to a slowdown in the oil and gas sector, linked to a weakening in production and maintenance jobs.

According to the data released by EUROSTAT, the Eurozone economy grew by 0.2 percent in the third quarter of 2022 compared to the previous quarter and by 2.1 percent on an annual basis, according to seasonally adjusted data.

According to the chained volume index of the Turkish economy, GDP grew by 7.6 percent in the second quarter of 2022 compared to the same period of the previous year. The country's GDP increased by 2.1 percent compared to the previous quarter on a seasonally and calendar-adjusted basis.

Chart 1.1: GDP Growth Rates



Source: OECD

Analysing the activities that constitute GDP in the Turkish economy, in the second quarter of 2022, compared to the same period of the previous year, finance and insurance activities increased by 26.6 percent, service activities by 18.1 percent, professional, administrative and support service activities by 11.0 percent, industry by 7.8 percent, information and communication activities by 5.3 percent, real estate activities by 4.1 percent, other service activities by 1.9 percent and public administration, education, human health and social work activities by 1.7 percent as a chained volume index. Agriculture, forestry and fishing decreased by 2.9 percent and construction sector activities decreased by 10.9 percent.

1.2.2 INFLATION

Annual CPI inflation in the US was 8.5, 8.3 and 8.2 percent in July, August and September 2022, respectively. On a monthly basis, CPI in the US remained unchanged in July 2022, while it increased by 0.1 and 0.4 percent in August and September, respectively.

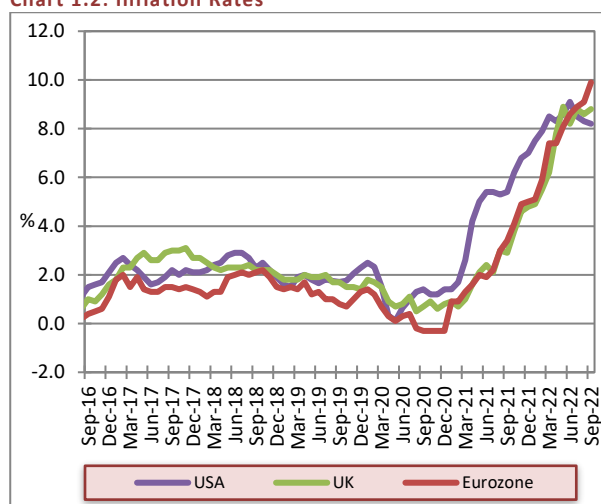
According to the data released by ONS, the annual CPI inflation in the UK in July, August and September 2022 was 8.8 percent, 8.6 percent and 8.8 percent, respectively. In the United Kingdom, the largest upward contributions to the annual increase in price levels in September 2022 came from electricity, gas and other fuels, food and non-alcoholic beverages and transport.

According to EUROSTAT data, the harmonized annual CPI in the Eurozone increased by 9.9 percent in September 2022. In September 2022, the biggest

contribution to the annual CPI change was energy with 4.19 points, food, alcoholic beverages and tobacco items with 2.47 points, services sector with 1.80 points and industrial goods excluding energy with 1.47 points.

According to the data announced by the Turkish Statistical Institute (TUIK), the monthly CPI increase in September 2022 was 3.08 percent. With the increase in September, annual inflation reached 83.45 percent. In September 2022, D-PPI increased by 4.78 percent and the annual rate of increase in D-PPI was 151.50 percent. According to the main expenditure groups, housing group made the highest contribution with a monthly increase of 9.99 per cent. Based on the analysis of main expenditure groups, the highest annual price increase was in the transportation group with 117.66 percent. The main expenditure group, which recorded the second highest increase on an annual basis, was food and non-alcoholic beverages with 93.05 percent.

Chart 1.2: Inflation Rates



Source: OECD

1.2.3 POLICY INTEREST RATES

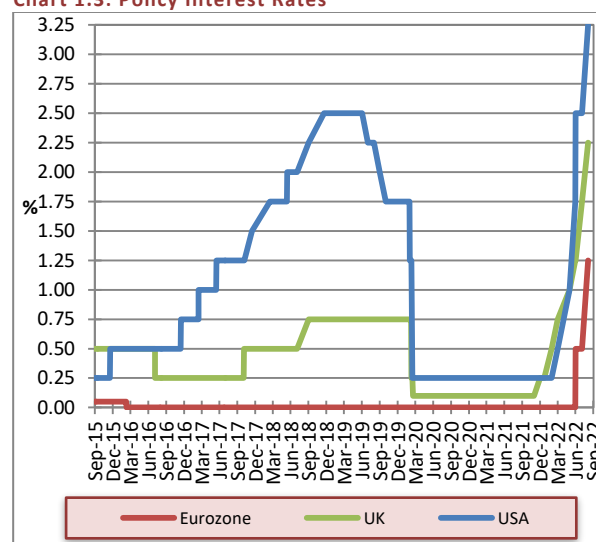
In the Federal Open Market Meeting (FOMC) held in September 2022, the Fed increased the policy rate by 75 basis points to 3.00-3.25 percent. In the statement released by the Fed after the meeting, it was evaluated that the reason behind the rate hike was the ongoing rise in inflation.

At the meeting held in September 2022, the Bank of England (BoE) Monetary Policy Committee (MPC) increased the policy rate by 25 basis points to 1.25 percent. The BoE stated in its statement released with the interest rate decision that the decision to raise

interest rates was aimed at sustaining the 2 percent inflation target, growth and employment.

Following the monetary policy meeting held in September 2022, the European Central Bank (ECB) announced that it raised the policy interest rate by 75 basis points. It was also announced at the meeting that this important step was in line with the medium-term target of bringing inflation down to 2 percent.

Chart 1.3: Policy Interest Rates

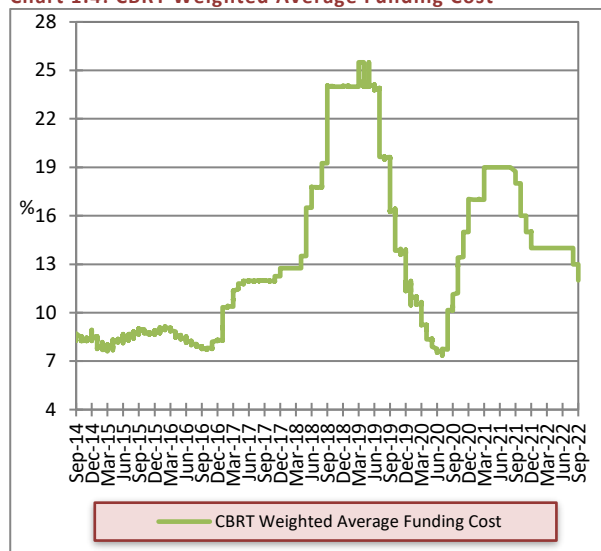


Source: FED, ECB, BoE

At the CBRT MPC meeting held on 18 August 2022, it was decided to reduce the policy rate, which is the one-week repo rate, from 14 percent to 13 percent. In the statement published after the meeting, it was concluded that the CBRT will continue to use all available tools decisively within the framework of the liraisation strategy until strong indicators pointing to a permanent fall in inflation in line with the main objective of price stability and the medium-term target of 5 percent is reached.

The CBRT Monetary Policy Committee (MPC) reduced the policy rate from 13 percent to 12 percent at its September 2022 meeting. In the text published by the CBRT after the meeting, the permanent disinflation target was again emphasised.

Chart 1.4: CBRT Weighted Average Funding Cost

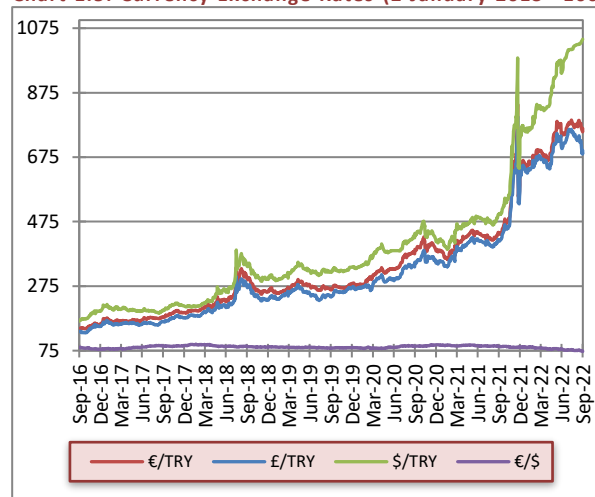


Source: CBRT

1.2.4 EXCHANGE RATES

In the third quarter of 2022, the Turkish lira depreciated by nearly 80 percent against the euro and sterling and 110.4 percent against the US dollar, compared to the same period of the previous year. In the third quarter of 2021, the average foreign exchange buying rates for GBP/TRY, EUR/TRY, and USD/TRY were 11.74, 10.05 and 8.52, while the averages for the same period in 2022 were 21.07, 18.07 and 17.93, respectively.

Chart 1.5: Currency Exchange Rates (2 January 2013 =100)



Source: Central Bank of TRNC

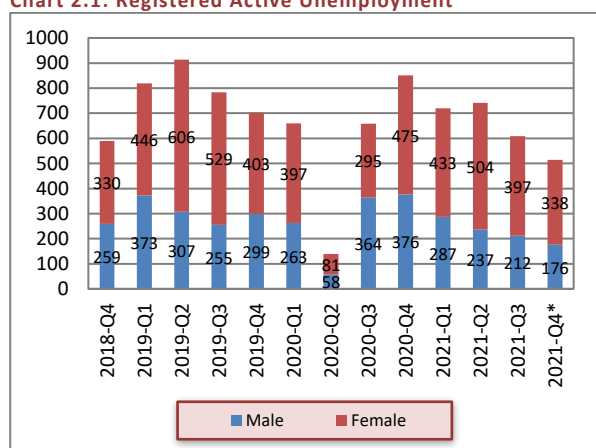
2 EMPLOYMENT AND PRICES

(Employment data for November and December 2021 and 2022 in general, which is prepared by the Labour Office could not be obtained. Therefore, the data of the relevant periods hasn't been updated.)

2.1 EMPLOYMENT

According to the unemployment data prepared by the TRNC Labour Office Directorate, the number of registered unemployed persons decreased from 609 persons at the end of the third quarter of 2021 to 514 persons as of the fourth quarter of 2021. Analysis of 2021 third quarter unemployment data by gender composition shows that approximately 65 percent of active registered unemployed are women and 35 percent are men. In October 2021, it is seen that 66 percent of the registered unemployed were female and 34 percent were male.

Chart 2.1: Registered Active Unemployment



Source: Labour Office

* Based on the data available for October.

The number of job seekers was 609 and the number of new job-seeking applicants was 156 by the end of the fourth quarter of 2021. 248 people were unregistered and 3 were employed by the end of the fourth quarter of 2021. The number of jobseekers has been 514 as of the end of the fourth quarter of 2021.

Table 2.1: Registered Active Unemployment - Overview (Number of persons)

	2020 Q3	2020 Q4	2021 Q1	2021 Q2	2021 Q3	2021 Q4*
Jobseekers by the end of the previous period	139	659	851	720	741	609
Applicants applying for employment during the period	549	861	719	728	595	156
Persons employed during the period	18	28	19	6	11	3
Persons unregistered during the period	111	541	831	701	716	248
Jobseekers by the end of the period	659	851	720	741	609	514

Source: Labour Office

* Based on the data available for October.

When the active vacancy listings are examined, it is seen that 853 vacancies were transferred to July as of the second quarter of 2021 and 49 new vacancies were opened in the fourth quarter of 2021. As of the end of October 2021, 871 vacancies were transferred to the next period as a result of 3 filled and 31 cancelled vacancies.

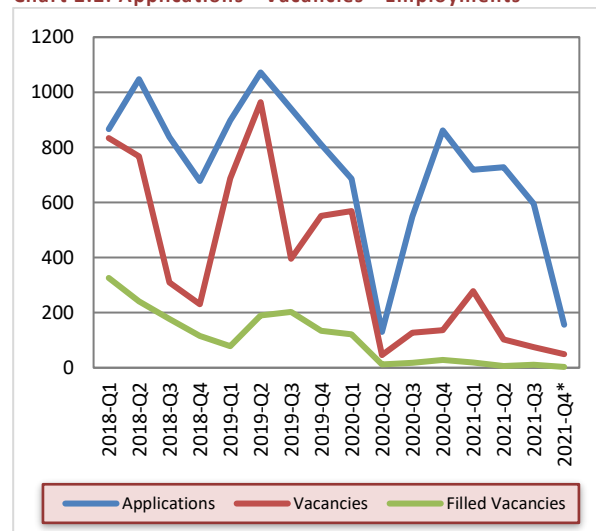
Table 2.2: Active Vacancy Listings (persons)

	2020 Q3	2020 Q4	2021 Q1	2021 Q2	2021 Q3	2021 Q4*
Vacancies transferred from the previous period	1,770	615	644	799	858	856
Vacancies received during the period	127	137	278	103	75	49
Vacancies filled during the period	18	28	19	6	11	3
Vacancies cancelled during the period	1,264	80	106	38	66	31
Vacancies transferred to the next period	615	644	799	858	853	871

Source: Labour Office

* Based on the data available for October.

Chart 2.2: Applications - Vacancies - Employments



Source: Labour Office

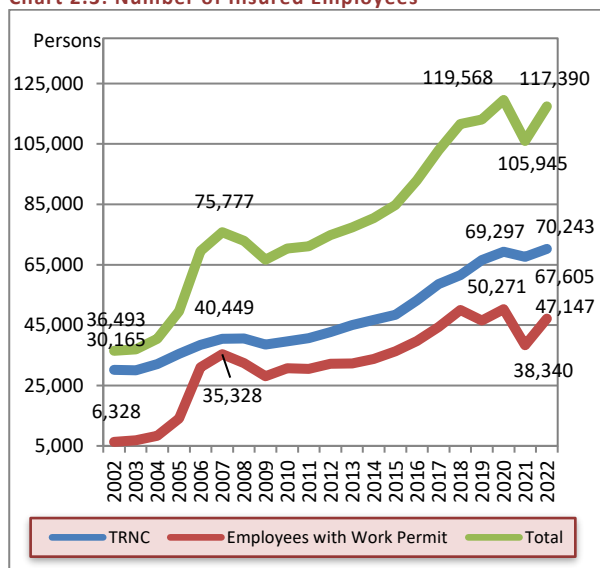
* Based on the data available for October.

2.2 EMPLOYEES REGISTERED WITH SOCIAL INSURANCE

(Statistics for the third quarter of 2022 could not be updated as they could not be obtained).

Due to the Covid-19 pandemic, which affected the whole world in 2020, the decrease in the number of employees registered with social insurance started to increase and approached the pre-pandemic figures as of 2022. The number of registered employees, which was 119,568 before the Covid-19 outbreak, decreased to 105,945 in January 2021, and increased to 117,390 as of June 2022. In the same period, the total number of insured employees with work permits increased by 23 percent from 38,340 to 45,651 and the number of TRNC citizen employees increased from 67,605 to 68,699.

Chart 2.3: Number of Insured Employees

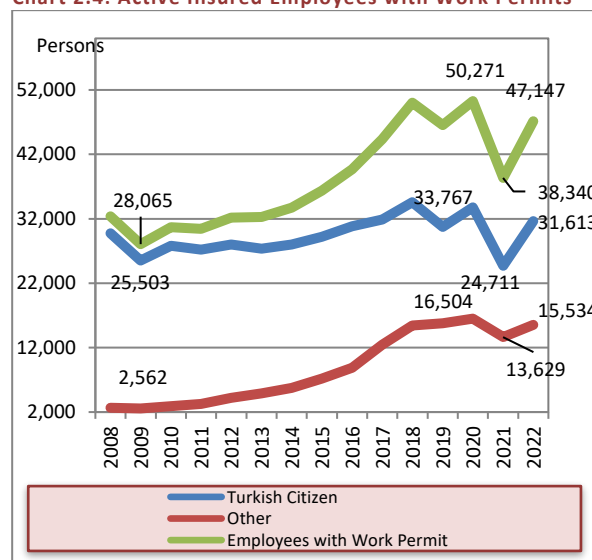


Source: Social Insurance Office

*March data for 2002-2019, January data for 2020-2021, June data for 2022 are used.

The total number of insured persons with work permits, which was 50,271 in 2020, decreased to 47,147 as of June 2022. The largest share in this change is due to the change in the number of insured employees from the Republic of Turkey. The number of insured persons with Turkish nationality, which was 33,767 at the beginning of 2020, decreased to 24,711 in 2021 and then increased by 27.9 percent to 31,613 in 2022. In the same period, the number of insured employees from other countries decreased from 16,504 to 13,629 and then increased to 15,534.

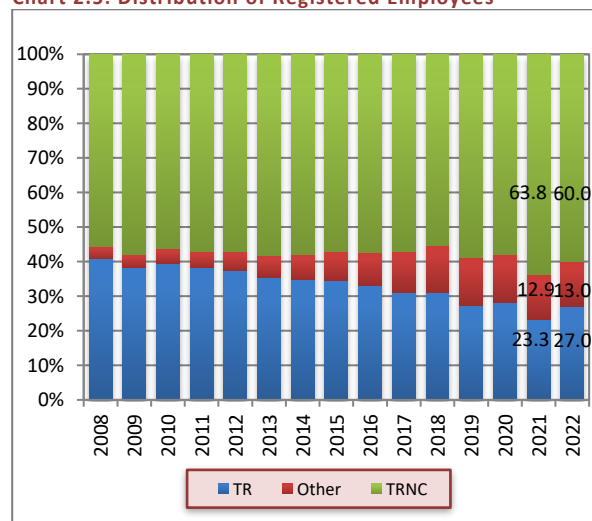
Chart 2.4: Active Insured Employees with Work Permits



Source: Social Insurance Office

While the share of TRNC citizen insured employees in total insured employees varied between 55 percent and 58 percent from 2008 to 2020, it increased to 63.8 percent in 2021, after the decrease in the number of employees with work permits due to the impact of the Covid-19. As more people obtained work permits after the pandemic's effects subsided at the beginning of 2022, the share of insured TRNC citizen employees fell to 60 percent in June 2022. While the share of insured citizens from the Republic of Turkey in total insured employees was 40.8 percent in 2008, this ratio decreased to 23.32 percent in 2021, while the share of insured employees with other nationalities increased from 3.63 percent to 12.86 percent in the same period. The share of insured employees with other nationalities, on the other hand, increased to 13 percent in 2022 after falling from 13.8 percent to 12.9 percent in the same period.

Chart 2.5: Distribution of Registered Employees



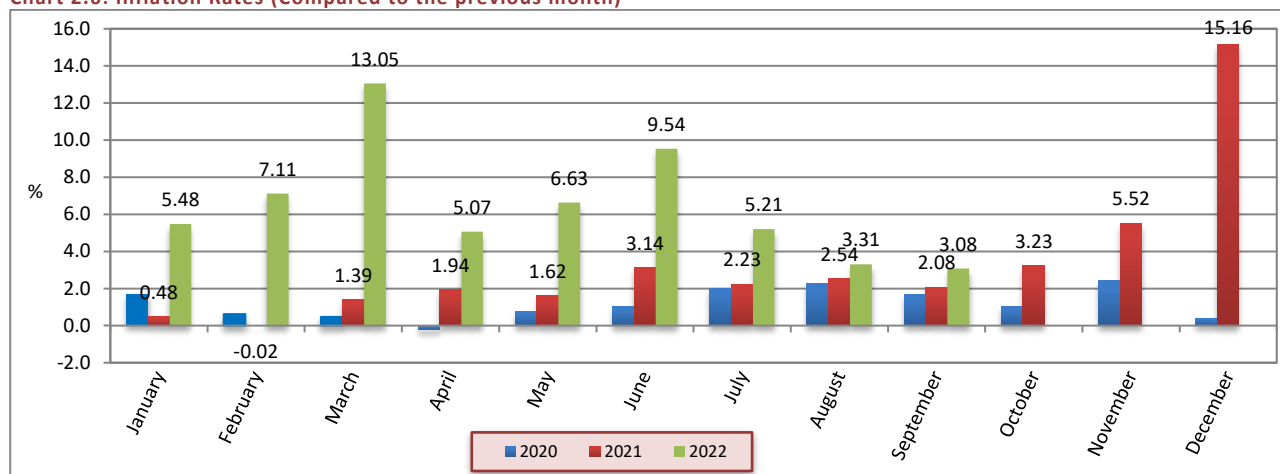
Source: Social Insurance Office

2.3 INFLATION

In the third quarter of 2022, inflation rates compared to the previous month have been 5.21, 3.31 and 3.08 percent in July, August and September, respectively. In the same period of 2021, monthly inflation rates were

2.23, 2.54 and 2.08 percent, respectively. Monthly inflation, which was 1.71 percent on average in the first nine months of 2021, reached 6.49 percent on average in the same period of 2022.

Chart 2.6: Inflation Rates (Compared to the previous month)

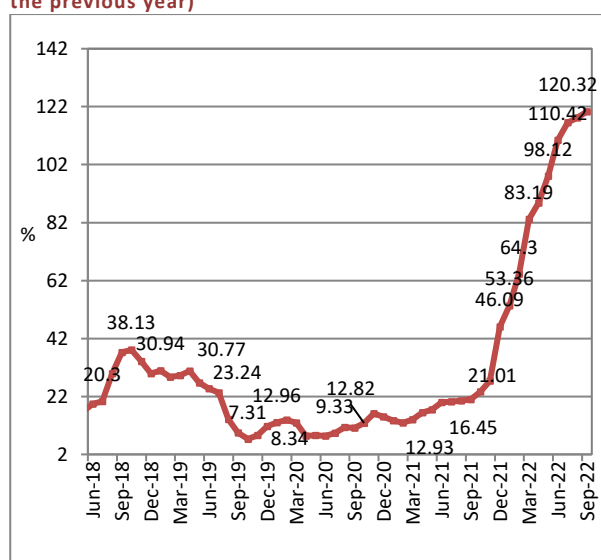


Source: TRNC Statistical Institute

In the third quarter of 2022, annual inflation rates compared to the same month of the previous year have been 116.56, 118.18 and 120.32 percent in July, August and September, respectively. In the same period of 2021, monthly inflation rates were 20.23, 20.54 and 21.01 percent, respectively.

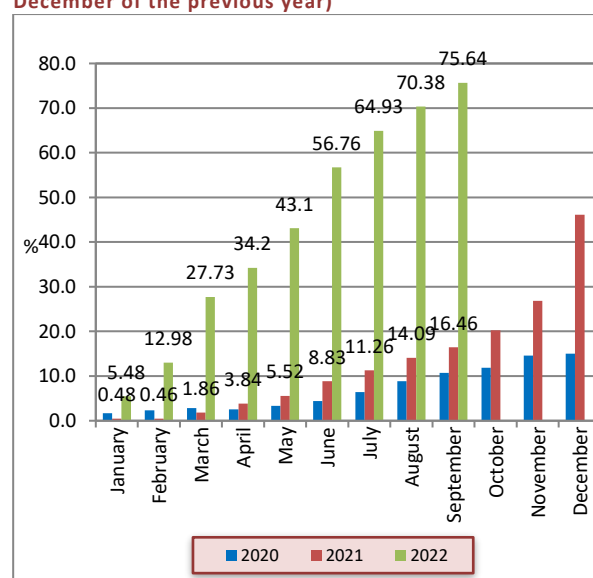
In the third quarter of 2022, annual inflation was 64.93, 70.38 and 75.64 percent in July, August and September, respectively, compared to December of the previous year. In the third quarter of 2021, inflation rates compared to December of the previous year were 11.26, 14.09 and 16.46 percent, respectively.

Chart 2.7: Inflation Rates (Compared to the same month of the previous year)



Source: TRNC Statistical Institute

Chart 2.8: Cumulative Inflation Rates (Compared to December of the previous year)

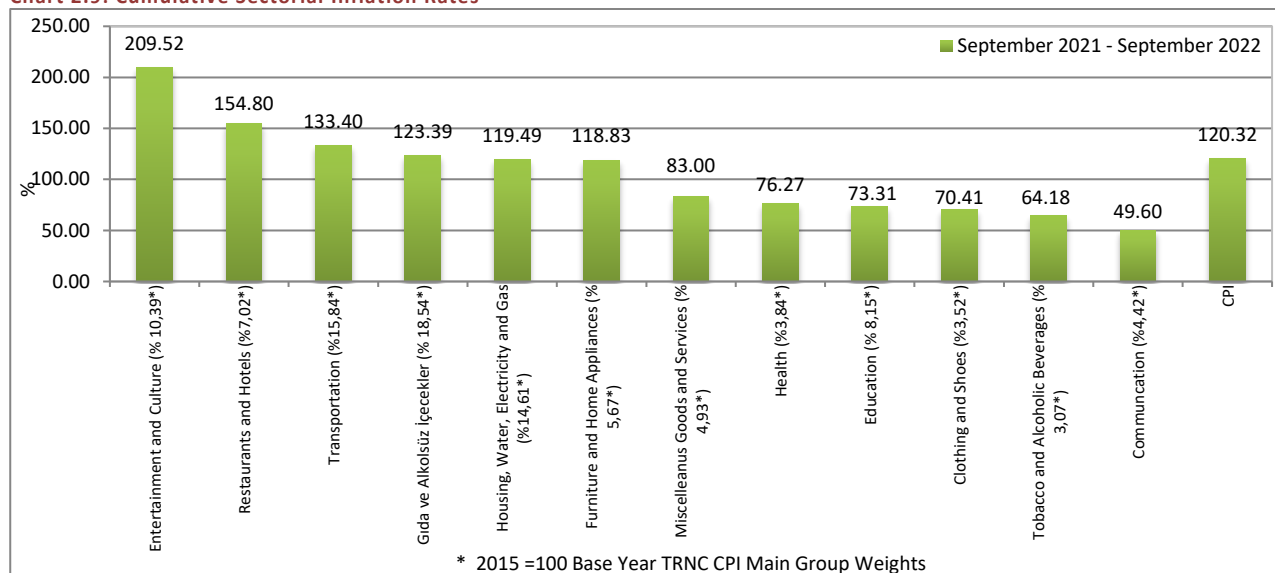


Source: TRNC Statistical Institute

At the end of September 2022, the expenditure groups with the highest annual price increases were entertainment and culture with 209.52 percent, restaurants and hotels with 154.8 percent, transport with 133.4 percent and food and non-alcoholic beverages with 123.39 percent.

As of the end of September 2022, the lowest price increase compared to the same period of the previous year has been the communication item by 49.60 percent.

Chart 2.9: Cumulative Sectorial Inflation Rates



Source: TRNC Statistical Institute

Change rates in the Consumer Price Index for the years 2021 and 2022 are presented in Table 2.3, monthly, annually and compared to the end of previous year.

Table 2.3: Consumer Prices Index (% Change, 2015=100)

	Months	Monthly	Compared to the End of the Previous Year	Compared to the Same Period of the Previous Year
2021	January	0.48	0.48	13.65
	February	-0.02	0.46	12.93
	March	1.39	1.86	13.97
	April	1.94	3.84	16.45
	May	1.62	5.52	17.46
	June	3.14	8.83	19.93
	July	2.23	11.26	20.23
	August	2.54	14.09	20.54
	September	2.08	16.46	21.01
	October	3.23	20.23	23.63
	November	5.52	26.86	27.39
	December	15.16	46.09	46.09
2022	January	5.48	5.48	53.36
	February	7.11	12.98	64.3
	March	13.05	27.73	83.19
	April	5.07	34.2	88.81
	May	6.63	43.1	98.12
	June	9.54	56.76	110.42
	July	5.21	64.93	116.56
	August	3.31	70.38	118.18
	September	3.08	75.64	120.32

Source: TRNC Statistical Institute

3 FOREIGN TRADE AND TOURISM

(Exports and imports data for 2022 prepared by the TRNC Department of Trade could not be obtained. Therefore, the existing data of the relevant period hasn't been updated. In October 2022, updates were made to the 2021 data in consideration of the data provided by the Trade Department).

3.1 EXPORTS AND IMPORTS

According to the exports and imports data announced by the Department of Trade, total exports increased by 18.24 percent in the fourth quarter of 2021, compared to the same period of the previous year. Examining the export figures of TRNC in the fourth quarter of 2020, total exports was 18.5 million USD, while it has increased to 21.9 million USD in the same period of 2021.

Total exports was 101.1 million USD in 2020, then it has increased to 128.6 million USD in of 2021. In the fourth quarter of 2021, total imports increased by 21.4 percent, compared to the same period of the previous year. Compared to the same month of the previous year, imports in the fourth quarter of 2021 increased by 0.79 percent in October, 65.9 percent in November and 6.32 percent in December.

Table 3.1: Exports and Imports

	Exports (US dollar)			Imports (US dollar)		
	2020	2021	Percentage Change	2020	2021	Percentage Change
January	11,817,646	9,849,485	-16.65	116,706,214	115,062,257	-1.41
February	15,155,057	15,494,630	2.24	142,896,577	92,680,678	-35.14
March	10,259,962	20,788,633	102.62	94,563,909	104,678,765	10.70
Quarter I	37,232,665	46,132,748	23.90	354,166,700	312,421,700	-11.79
April	14,181,526	14,642,293	3.25	51,166,711	115,758,505	126.24
May	8,060,696	9,728,958	20.70	84,533,102	137,365,832	62.50
June	6,472,777	11,819,561	82.60	113,963,990	124,305,072	9.07
Quarter II	28,714,999	36,190,812	26.03	249,663,803	377,429,409	51.18
July	5,157,829	5,856,280	13.54	110,744,810	125,870,895	13.66
August	6,433,544	8,897,031	38.29	119,560,008	130,891,732	9.48
September	5,040,279	9,663,556	91.73	106,638,686	165,710,085	55.39
Quarter III	16,631,652	24,416,867	46.81	336,943,504	422,472,712	25.38
October	5,256,282	8,074,572	53.62	127,245,488	128,246,681	0.79
November	6,523,307	7,132,386	9.34	107,381,601	178,172,538	65.92
December	6,746,469	6,698,628	-0.71	144,233,863	153,346,769	6.32
Quarter IV	18,526,058	21,905,586	18.24	378,860,952	459,765,988	21.35
Year Total	101,105,374	128,646,013	27.24	1,319,634,959	1,572,089,809	19.13

Source: Department of Trade

Note: 1) Exports to the Southern Cyprus are not included.

Having the second-largest share in imports in 2020, the fuel item increased by 88.5 percent in 2021, compared to the previous year and reached the first rank with 10.77 percent in the total share. In 2021, crude oil prices reached 87 USD from an average of 50 USD, and led to an increase in freight prices on a USD basis, and the increase in demand originating from Southern Cyprus led an increase in fuel imports.

In 2021, the vehicles item, which has the second highest share, decreased by 12.1 percent compared to

the previous year. Construction iron item, which has the third highest share, increased by 65.5 percent compared to the same period of the previous year and its share in total imports was 3.23 percent. The shares of ten selected import items within the total was 29.6 percent in 2020. This figure has become 24.5 percent in 2021. Total import figures of the selected ten items increased by 39.0 percent in the fourth quarter of 2021, compared to the previous year.

Table 3.2: Main Import Goods (US dollar)

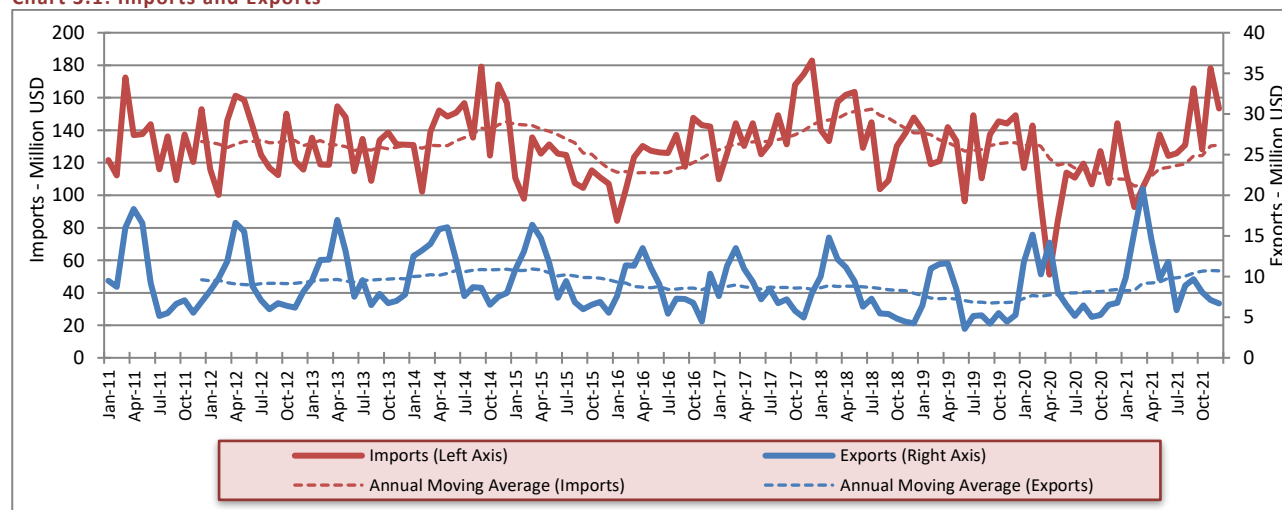
Type of Goods	2020	Share in the Grand Total	2021	Share in the Grand Total	Percentage Change
Fuel	89,837,025	6.81	169,378,112	10.77	88.54
Vehicles	125,960,074	9.55	110,673,459	7.04	-12.14
Construction Iron	30,664,348	2.32	50,744,492	3.23	65.48
Animal Feeds and Additives	31,035,892	2.35	46,330,744	2.95	49.28
Clothing Industry	29,429,222	2.23	34,764,130	2.21	18.13
Medications	30,195,611	2.29	29,390,314	1.81	-2.67
Alcoholic Beverages and Tobacco	18,057,361	1.37	28,403,797	1.72	57.30
Barley	676,996	0.05	27,112,088	1.87	3904.76
Industrial Machinery	16,184,639	1.23	23,713,066	1.51	46.52
Corn	18,046,697	1.37	21,710,520	1.38	20.30
Total	390,087,865	29.56	542,220,722	24.49	39.00
Grand Total	1,319,634,959		1,572,089,809		19.13

Source: Department of Trade

Analysing the TRNC exports and imports data for 10 years between the period 2011 and 2021, it is observed that the exports volume increased in the first half of each year and dropped in the second half of each year. Exports reached 8 million USD in October, 7.1 million USD in November and 6.6 million USD in December 2021. Although still not fully recovered from the effects of the pandemic, the sum of exports in 2021, the sum of the last quarter of the year is above the last quarter totals of the last six years and the annual sum is above the annual totals of the last three years.

Imports, on the other hand, continued to increase, rising to 178.2 and 153.3 million USD in November and December 2021, respectively. The lowest level since August 2008 has been recorded as 51.2 million USD in April 2020. Looking at the annual moving average of imports, it is seen that imports followed a normal course until February 2020, started to decline rapidly from March 2020 due to the Covid-19 outbreak, continued to decline until the second quarter of 2021 and started to increase in the second half of 2021. While the monthly import average was 132.4 million USD in 2019, the monthly import average has become 131.0 million USD.

Chart 3.1: Imports and Exports

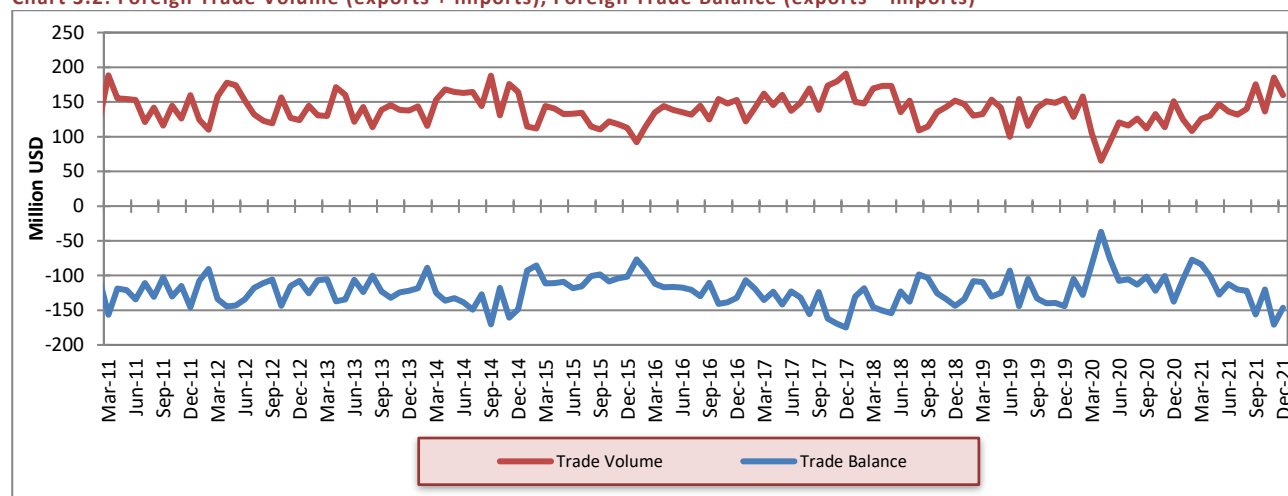


Source: Department of Trade

The average monthly trade volume, which was 118.4 million USD in 2020, increased to 141.7 million USD in 2021. Average foreign trade deficit increased from 101.5 million USD to 120.3 million USD. The average exports to imports ratio had been 5 percent between

2006 and 2010, then it reached 7.3 percent in the 2011 - 2015 period. Between 2016 and 2021, the average figure was 6.9 percent. In 2020, imports to exports was 8.68 percent, it has declined to 8.86 percent in 2021.

Chart 3.2: Foreign Trade Volume (exports + imports), Foreign Trade Balance (exports - imports)



Source: Department of Trade

In 2021, the share of other European countries, EU countries and Middle East and Arab countries groups in total exports decreased compared to the previous year, and declined to 4.7, 1.5 and 26.1 percent respectively.

While the share of other countries group increased to 18.6 percent. The share of Turkey, which has the largest share in the TRNC's total exports, exceeded the level of 2020 with 49.3 percent as of the end of 2021.

Table 3.3: TRNC Exports by Country Groups (percentage share)

Years	Turkey	EU Countries	Other EU Countries	Middle Eastern Countries	Other Countries
2006	47.6	15.0	15.1	17.8	4.5
2007	58.4	15.8	8.8	11.6	5.4
2008	49.9	20.5	5.9	17.0	6.7
2009	54.2	18.5	1.7	19.5	6.1
2010	46.4	12.2	3.6	32.3	5.5
2011	53.3	8.3	1.3	32.0	5.1
2012	51.0	7.7	1.0	35.7	4.6
2013	52.2	7.6	2.3	31.9	6.0
2014	60.1	3.7	0.6	31.1	4.5
2015	56.1	5.2	3.2	30.2	5.3
2016	62.5	10.2	0.9	22.7	3.7
2017	60.4	7.9	1.6	21.1	9.0
2018	51.7	10.3	2.5	25.9	9.6
2019	52.3	2.6	2.7	37.0	5.4
2020	49.0	2.0	10.3	31.2	7.5
2021	49.3	1.5	4.7	26.0	18.5

Source: Department of Trade

In 2021, Turkey's share in total imports is 62.9 percent, while the share of EU countries is 15 percent. Compared to 2020, imports from Turkey and Middle

Eastern countries increased, while imports from EU countries, Far Eastern countries, other EU countries, and other countries decreased.

Table 3.4: TRNC Imports by Country Groups (percentage share)

Years	Turkey	EU Countries	Far Eastern Countries	Other EU Countries	Middle Eastern Countries	Other Countries
2006	68.8	18.0	6.0	1.2	4.8	1.2
2007	67.9	16.1	7.3	2.6	4.3	1.8
2008	69.8	14.0	6.5	4.7	3.4	1.6
2009	69.6	15.5	6.6	2.3	4.0	2.0
2010	70.9	15.6	5.7	1.9	4.3	1.6
2011	68.6	16.8	4.9	2.5	5.2	2.0
2012	72.4	14.5	4.8	1.7	4.8	1.8
2013	66.7	15.8	6.6	3.8	5.4	1.7
2014	64.7	15.5	8.1	4.6	4.9	2.2
2015	64.5	18.1	7.7	3.0	4.7	2.0
2016	60.4	20.9	8.7	3.3	4.5	2.2
2017	58.6	21.7	8.4	3.4	4.9	2.7
2018	58.8	19.6	8.2	4.9	5.5	2.8
2019	58.4	18.1	9.6	5.4	6.0	2.4
2020	60.4	17.0	12.1	3.2	4.4	2.9
2021	62.9	15.0	8.9	3.7	6.6	2.9

Source: Department of Trade

3.2 TOURISM

In 2021, the number of passengers entering the country continued to remain low due to the ongoing measures taken against the Covid-19 outbreak, while in the first six months of 2022, it started to approach the pre-pandemic levels and showed an increase in the second quarter of 2022. The number of passengers arriving to the country by air and sea has been 125,790, 134,394 and 165,276 respectively in July, August, and September 2022. In the same period of 2019 before Covid-19, these figures were 152,247, 159,250 and 192,123.

According to these figures, the number of passengers arriving in the country in the third quarter of 2022 decreased by 15.51 compared to the same period of 2019. Comparing the first nine months of 2022 with the first nine months of 2019, it is seen that it is 24.19 percent behind. In the third quarter of 2022, the number of passengers arriving in the country increased by 100.8 percent to 425,460 compared to the same period of 2021. In the third quarter, 329,884 arriving passengers were Turkish citizens, 95,576 were from third countries.

Table 3.5: Number of Visits to the TRNC by Air and Sea

Period	Turkish Citizen			Third Country Citizen			Total		
	2021	2022	Percentage Change	2021	2022	Percentage Change	2021	2022	Percentage Change
January	3,079	45,065	1,363.6	2,216	9,239	316.9	5,295	54,385	927.1
February	2,307	52,582	2,179.2	4,641	15,385	231.5	6,948	67,967	878.2
March	3,639	79,811	2,093.2	6,393	25,380	297.0	10,032	105,191	948.6
Quarter I	9,025	177,458	1,866.3	13,250	50,004	277.4	22,275	227,543	921.5
April	5,688	57,120	904.2	4,973	21,926	340.9	10,661	79,046	641.5
May	7,686	104,061	1,253.9	3,368	25,281	650.6	11,054	129,342	1070.1
June	14,892	95,125	538.8	4,224	25,195	496.5	19,116	120,320	529.4
Quarter II	28,266	256,306	806.8	12,565	72,402	476.2	40,831	328,708	705.0
July	31,561	98,343	211.6	7,489	27,447	266.5	39,050	125,790	222.1
August	60,296	104,263	72.9	10,863	30,131	177.4	71,159	134,394	88.9
September	79,749	127,278	59.6	21,935	37,998	73.2	101,684	165,276	62.5
Quarter III	171,606	329,884	92.2	40,287	95,576	137.2	211,893	425,460	100.8
Total	208,897	763,648	265.6	66,102	217,982	229.8	274,999	981,711	257.0

Source: Tourism Planning Department

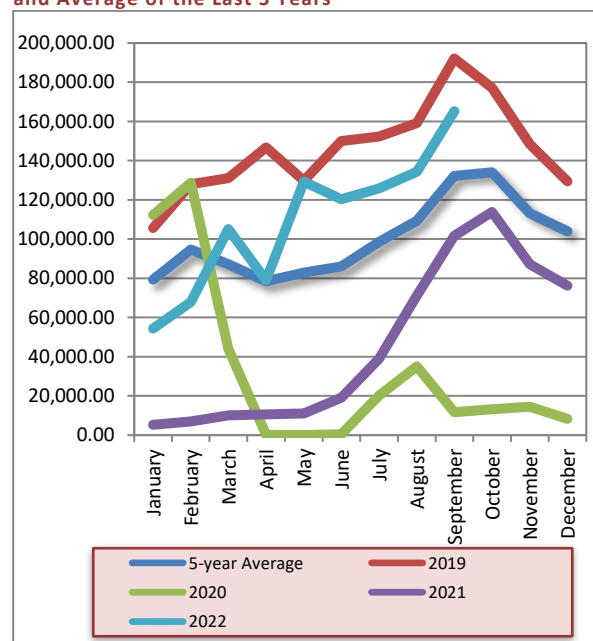
In the third quarter of 2022, the number of passengers arriving in Turkey continued to increase similar to 2019, reaching 125 thousand in July and 134 thousand in August. As of September, similar to 2019, the number of passengers arriving increased to 165 thousand, reaching a peak compared to the last nine months.

The average of arrivals for the last five years is 98,573 for July, 109,414 for August and 132,308 for September. Arrivals in 2022 exceeded the five-year average as of March. While the number of passenger arrivals in September was 24.9 percent higher than the average of the last five years, it was 13.9 percent lower than the same period of 2019.

Border gate entries (excluding TRNC citizens) was 733,932 in 2021, while this figure has become 3,484,382 in the same period of 2022. In the third quarter of 2022, compared to the same period of the previous year, the number of arrivals through border crossings increased to 832,670 for the nationals of Southern Cyprus and to 608,792 for the nationals of other countries.

In the first nine months of 2022, the total entry of Southern Cyprus nationals through the border gates was 2,130,687.

Chart 3.3: Number of Visits in 2022 Compared to 2020, 2021 and Average of the Last 5 Years



Source: Tourism Planning Department

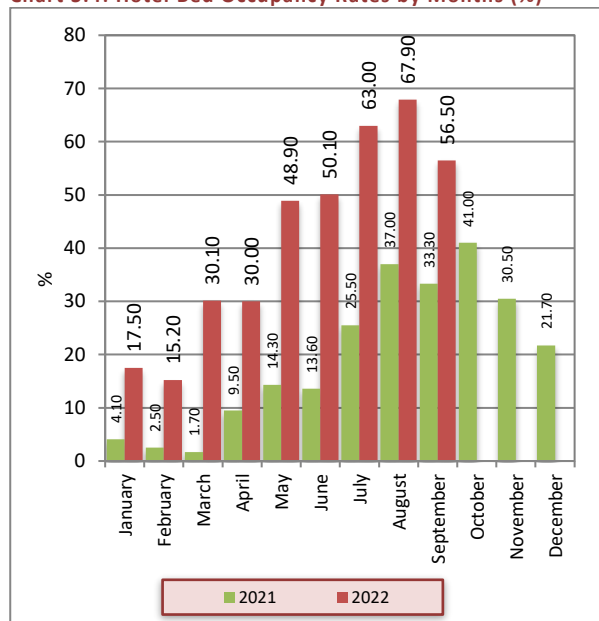
Table 3.6: Border Gate Entries to TRNC

Nationality	Southern Cyprus		Other Countries		Total	
	2021	2022	2021	2022	2021	2022
January	134	173,327	959	68,131	1,093	241,458
February	213	176,744	907	74,437	1,120	251,181
March	1,099	204,509	2,484	107,582	3,583	312,091
April	1,165	231,192	2,395	149,582	3,560	380,774
May	3,729	248,181	2,916	167,434	6,645	415,615
June	90,680	264,064	39,340	177,737	130,020	441,801
July	119,204	272,994	57,318	196,884	176,522	469,878
August	142,201	311,463	63,570	223,088	205,771	534,551
September	138,218	248,213	67,400	188,820	205,618	437,033
Total	496,643	2,130,687	237,289	1,353,695	733,932	3,484,382

Source: Tourism Planning Department

The occupancy rate of touristic facilities in our country has been 63.0 percent in July, 67.9 percent in August and 56.5 percent in September 2022. In the same period of 2021, these rates were 25.5, 37.0 and 33.3 percent in the same months, respectively, due to the lockdowns.

Chart 3.4: Hotel Bed Occupancy Rates by Months (%)

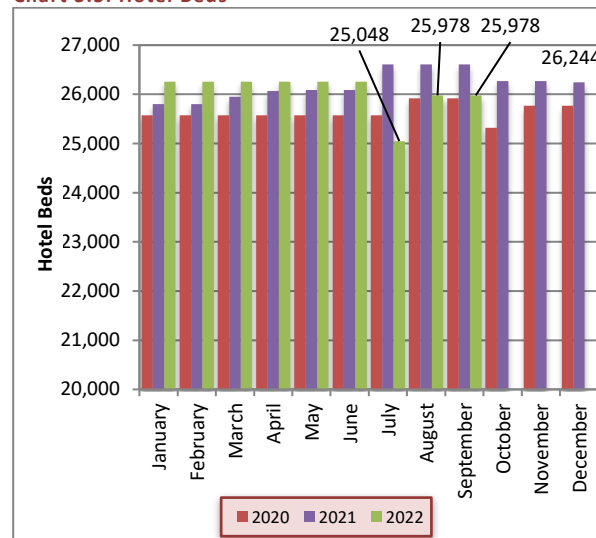


Source: Tourism Planning Department

The total number of people staying at the tourist accommodation facilities in the TRNC were 206,912 and 749,932 in the first nine-month period of 2021 and 2022, respectively. The total bednights were 699,243 and 2,832,438 in the same periods, respectively.

The sector's total number of beds, which was 26,244 as of the end of 2021, decreased to 25,978 as of the end of the third quarter of 2022, as some facilities did not renew their licences. Compared to the end of the third quarter of 2021, the number of hotel beds decreased by 2.4 percent in the third quarter of 2022.

Chart 3.5: Hotel Beds



Source: Tourism Planning Department

The average length of stay, which is obtained by dividing the total overnights by the number of tourist accommodation, was calculated as 4 nights for Turkish citizens and citizens of other countries in the first nine-month period of 2021. These figures were calculated as 3 nights for Turkish citizens and 5 nights for citizens of other countries in the first nine-month period of 2022.

Table 3.7: Tourist Accommodations and Bednights

	Tourist Accommodations			Bednights		
	2021	2022	Percentage Change	2021	2022	Percentage Change
TR	119,242	497,582	317.3	444,327	1,630,585	267.0
Other	33,015	194,858	490.2	136,958	1,058,409	672.8
TRNC	54,655	57,492	5.2	117,958	143,444	21.6
Total	206,912	749,932	262.4	699,243	2,832,438	305.1

Source: Tourism Planning Department

4 BUDGET DEVELOPMENTS

4.1 THIRD QUARTER 2022 RESULTS

In the third quarter of fiscal year 2022, TRNC total budget revenues decreased by 159 percent and total expenditures increased by 141.2 percent, compared to the same period of the previous year. Following these changes, budget revenues and budget expenditures have been 5,857.2 and 5,826.7 million TRY respectively, in the third quarter of 2022. In the third quarter of 2021, public finance, which had a surplus of 154.6 million TRY, had a deficit of 30.5 million TRY in the same period of 2022.

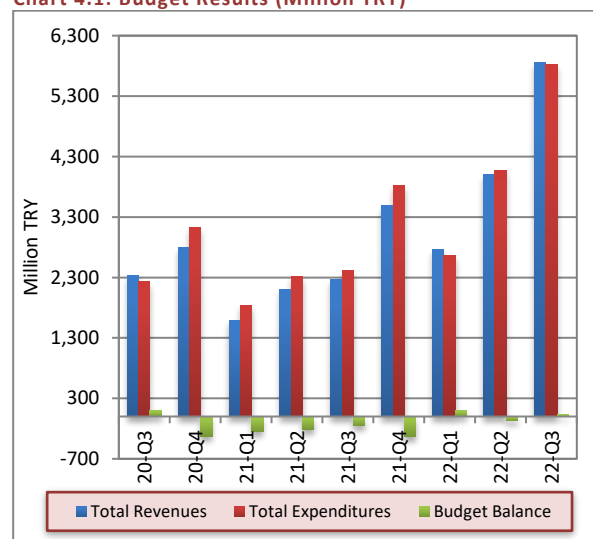
Table 4.1: Budget Balance (Million TRY)

	2021		2022		% Change
	Annual Results	July-Sept. Results	Annual Forecast	July-Sept. Results	
Budget Revenues	9,431.4	2,261.1	14,983.8	5,857.2	159.0
Budget Expenditures	10,386.1	2,415.7	21,462.8	5,826.7	141.2
Budget Balance	-954.7	-154.6	-6,479.0	30.5	

Source: Ministry of Finance

24 percent of the total budget revenues of 9,431.4 million TRY obtained in 2021 were collected in the third quarter. 39.1 percent of the total budget revenues, which was projected to amount to 14,983.8 million TRY in 2022, were collected in the third quarter. In 2022, 27.1 percent of 21,462.8 million TRY, estimated to be spent in the execution of services and activities has been used in the second quarter. This rate was 23.2 percent in the same period of the previous year.

Chart 4.1: Budget Results (Million TRY)



Source: Ministry of Finance

4.2 REVENUES

As of the third quarter of fiscal year 2022, budget revenues increased by 3,596.1 million TRY compared to the same period of the previous year and amounted to 5,857.2 million TRY. In the third quarter of 2022, tax revenues item with the largest share in budget revenues increased by 141.2 percent compared to the same period of the previous year and amounted to 3,818.6 million TRY. Total tax revenues were 1,583.4 million TRY in the same period of 2021.

Donations, grants and loans item, which has the second highest share in budget revenues has become 1,146.5 million TRY in the third quarter of 2022, while it was 373.1 million TRY in the same period of the previous year. Non-tax revenues item, which was 301 million TRY in the third quarter of 2021, was totalled 12.3 million TRY in the same period of 2022. In the third quarter of 2022, other revenues item reached 79.8 million TRY.

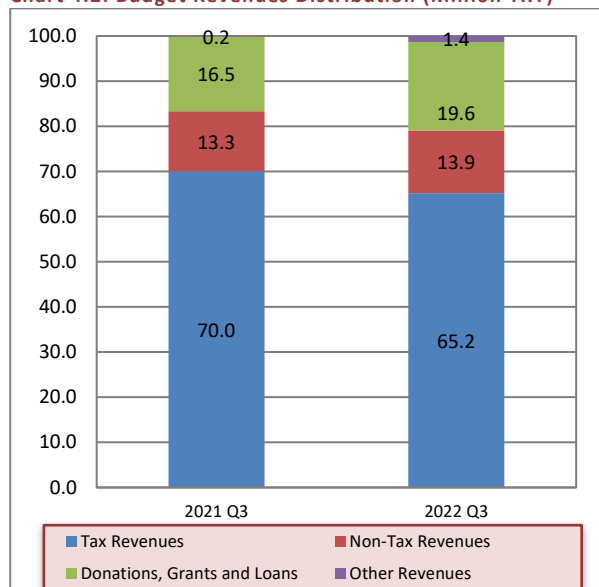
Table 4.2: Budget Revenues (Million TRY)

	2021 July-Sept.	2022 July-Sept.	% Change
Tax Revenues	1,583.4	3,818.6	141.2
Non-Tax Revenues	301.0	812.3	169.9
Donations, Grants and Loans	373.1	1,146.5	207.3
Other Revenues	3.6	79.8	2,116.7
Total	2,261.1	5,857.2	159.0

Source: Ministry of Finance

While the share of tax revenues in total budget revenues was 70 percent in the third quarter of 2021, it has declined to 65.2 percent in the same period of 2022. In the third quarter of 2022, the share of non-tax revenues item increased from 13.3 to 13.9 percent, and the share of other revenues increased from 0.2 to 1.4 percent, compared to the same period of 2021. While the share of donations, grants and loans in total budget revenues was 16.5 percent in the third quarter of 2021, it increased to 19.6 percent in the same period of 2022.

Chart 4.2: Budget Revenues Distribution (Million TRY)



Source: Ministry of Finance

4.3 EXPENDITURES

As of the third quarter of 2022, total budget expenditures increased by 141.2 percent compared to the same period of the previous year and reached 5,826.7 million TRY from 2,415.7 million TRY. In the third quarter of 2022, current expenditures, personnel expenditures and service purchase expenditures items increased by 152.8, 117.2, and 245.5 percent, respectively, compared to the same period of 2021. In the same periods, capital expenditures and transfers, interest expenditures and other expenditures increased by 74.4 percent, 145.9 percent and 258.8 percent, respectively.

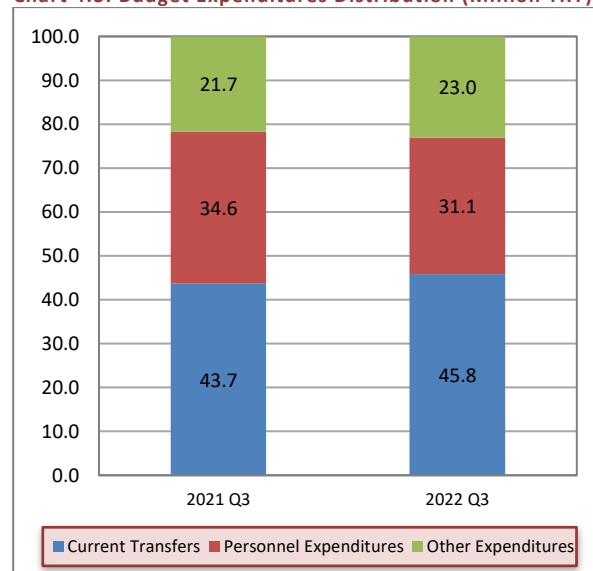
Table 4.3: Budget Expenditures (Million TRY)

	2021 July-Sept.	2022 July-Sept.	% Change
Current Transfers	1,055.8	2,669.5	152.8
Personnel Expenditures	835.3	1,814.3	117.2
Capital Expenditures and Transfers	280.8	489.8	74.4
Goods and Service Purchase Expenditures	136.7	472.3	245.5
Interest Expenditures	52.2	128.9	145.9
Other Expenditures	54.9	251.9	258.8
Total	2,415.7	5,826.7	141.2

Source: Ministry of Finance

The share of personnel expenditures item in total expenditures was 34.6 percent in the third quarter of 2021, while it is 31.1 percent in the third quarter of 2022. In the third quarter of 2021, the share of the current transfers constituting 43.7 percent of the total budget expenditures increased in the same period of 2022 and reached 45.8 percent. The share of personnel expenditures and current transfers in budget expenditures was 78.3 percent in the third quarter of 2021 and it has become 76.9 percent in the same period of 2022. The share of other expenditures item in total expenditures was 21.7 percent in the third quarter of 2021, while it is 23 percent in the third quarter of 2022.

Chart 4.3: Budget Expenditures Distribution (Million TRY)



Source: Ministry of Finance

Note: Other expenditures item includes capital expenditures and transfers, goods and services purchase expenditures and interest expenditure.

4.4 NINE-MONTH BUDGET IMPLEMENTATION RESULTS

According to the 2022 Fiscal Year Budget Amendment data, total budget revenues and expenditures are estimated to be 14,983.8 million TRY and 21,462.8 million TRY, respectively. Compared to 2021 budget results, budget revenues are foreseen to increase by 58.9 percent and budget expenditures increased by 106.7 percent in 2022.

At the end of the first nine months of 2022, 84.3 percent of the budget revenues expected for 2022 were collected and 58.5 percent of the expected budget expenditures were spent. For the same period of 2021, these rates were 63.3 percent. In the first nine months

of 2022, 40.2 percent of the donations, grants and loans for the year were collected.

In the first nine months of 2022, tax revenues, non-tax revenues and donations, grants and loans increased by 112.6 percent, 106.2 percent and 89.2 percent, respectively, compared to the same period of the previous year. In the mentioned periods, current transfers, personnel expenditures and goods and service purchase expenditures items increased by 114.2, 77.1 and 135.6 percent, respectively. Analysing the 2021 and 2022 budget results for the first nine months, total budget revenues increased by 111.5 percent to 12,625.8 million TRY, while budget expenditures increased by 91.2 percent to 12,559.1 million TRY.

Table 4.4: Budget Implementation Results (Million TRY)

	2021 Results	2022 Results	2021-2022 Change (%)	2021 Nine-Month Results	2022 Nine-Month Results	2021 Nine-Month Results (%)	2022 Nine-Month Results (%)
Revenues	Tax Revenues	5,897.4	8,537.3	44.76	3,833.0	8,494.1	64.99
	Non-Tax Revenues	1,553.1	1,969.5	26.81	1,077.2	2,220.8	69.36
	Donations, Grants and Loans	1,839.5	4,250.5	131.07	902.2	1,706.5	49.05
	Other Revenues	141.4	226.5	60.18	156.9	204.4	110.96
	Share in the Grand Total	9,431.4	14,983.8	58.87	5,969.3	12,625.8	63.29
Expenditures	Current Transfers	4,290.2	8,205.1	91.25	2,887.6	6,185.8	67.31
	Personnel Expenditures	3,514.1	4,682.3	33.24	2,310.1	4,090.4	65.74
	Capital Expenditures and Transfers	1,326.8	2,546.4	91.92	629.8	617.0	47.47
	Goods and Service Purchase Expenditures	755.5	1,604.2	112.34	435.2	1,025.2	57.60
	Interest Expenditures	282.3	418.3	48.18	150.3	231.8	53.24
	Other Expenditures	217.2	4,006.5	1,744.61	155.7	408.9	71.69
	Share in the Grand Total	10,386.1	21,462.8	106.65	6,568.7	12,559.1	63.25
Revenues - Expenditures		-954.7	-6,479.0	578.64	-599.4	66.7	

Source: Ministry of Finance

4.5 FINANCING BALANCE

Financing balance, which is equal to the gap between the total revenues figure (obtained by subtracting the loans extended by Turkey from the budget revenues) and budget expenditures, has given a surplus of 30.5 million TRY in the third quarter of 2022. Total loans extended by Turkey, used as a source of funding to meet the budget deficit were not utilised in the third quarter of 2022.

Domestic income item increased by 149.5 percent and reached 4,710.7 million TRY in the third quarter of 2022, compared to the same period of 2019.

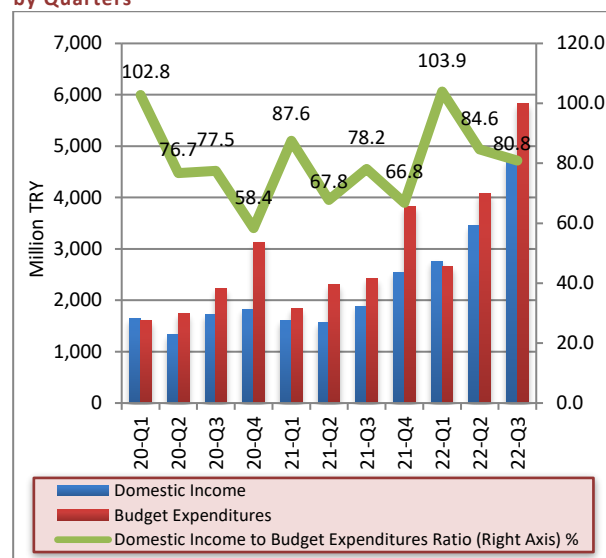
Table 4.5: Financing Balance (Million TRY)

	2021 July - Sept.	2022 July - Sept.
Budget Revenues - Loans Extended by Turkey	2,191.5	5,857.2
1. Domestic Income	1,888.0	4,710.7
Tax Revenues	1,583.4	3,818.6
Non-Tax Revenues	301.0	812.3
Other Revenues	3.6	79.8
2. Foreign Aids	303.5	1,146.5
Grants Extended by Turkey	303.5	1,146.5
Budget Expenditures	2,415.7	5,826.7
Personnel Expenditures	1,055.8	1,814.3
Current Transfers	835.3	2,669.5
Capital Expenditures	280.8	489.8
Goods and Service Purchase Expenditures	136.7	472.3
Other Expenditures	107.1	380.8
Financing Balance	-224.2	30.5
Financing	69.6	0.0
Loans Extended by Turkey	69.6	0.0

Source: Ministry of Finance

According to the budget figures of the third quarter of 2022, the domestic income to budget expenditures ratio has reached 80.8 percent. The same ratio was 78.2 percent in the third quarter of 2021.

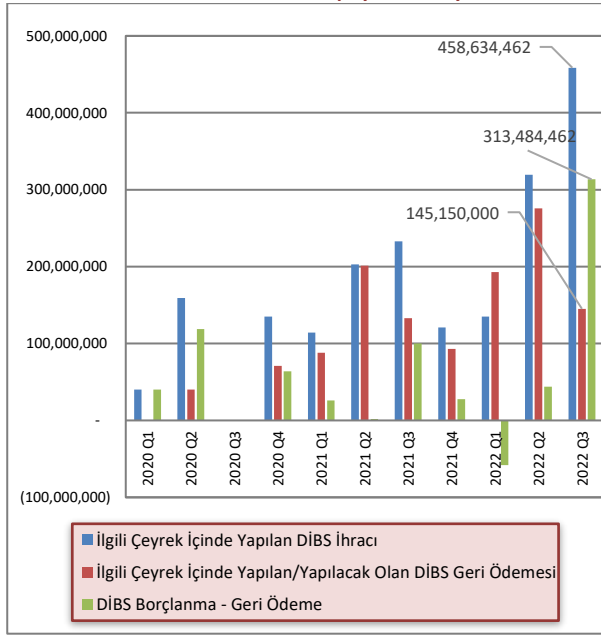
Chart 4.4: Domestic Income to Budget Expenditures Ratio by Quarters



Source: Ministry of Finance

In the third quarter of 2022, a total of 856.6 million TRY was borrowed through the Government Domestic Borrowing Bond (GDBB) tenders and 145.2 million TRY repayments were made. As of August 2022, the Treasury started to borrow in foreign currency. In order not to undertake foreign exchange risk in foreign currency borrowings, the amounts borrowed are converted into Turkish Lira through SWAP transactions. In this context, 398 million TRY of the total GDBB issuance in the third quarter was in foreign currency and 458.6 million TRY was in Turkish currency. Analysing the tenders and repayments, a net debt of 313.5 million TRY was contracted in the third quarter of 2022. Out of the total foreign currency government bond issues, 287.4 million TRY was issued to meet the short-term financing needs of the Ministry of Finance and 110.6 million TRY was issued to meet the short-term financing needs of the Soil Products Board (TÜK) as Special Category GDBBs. A loan agreement is signed between the Soil Products Board and the TRNC Ministry of Finance for the repayment of the treasury bills issued on loan to the TRNC Ministry of Finance under the same conditions. At the end of the third quarter of 2022, the foreign currency government bond stocks of the TÜK and the Treasury were 6,048,148 USD and 15,690,000 USD, respectively.

Chart 4.5: GDBB Issuance and Repayments by Quarters

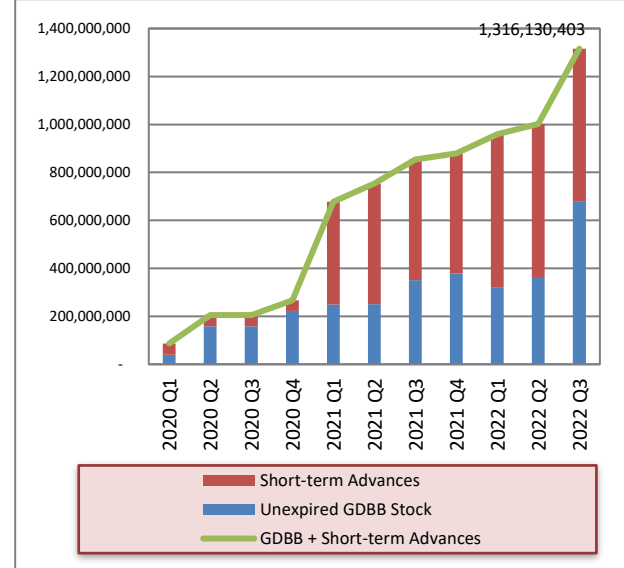


Source: Central Bank of TRNC

* Special category GDBB issued for Aksa are not included.

In the third quarter of 2022, no short-term advances were made available to the Ministry of Finance by the Central Bank in the year. As of the end of the third quarter of 2022, GDBB stock is 678 million TRY, and short-term advances balance is 638.1 million TRY. GDBB stock, which stood at 678 million TRY at the end of the third quarter, was 398 million TRY in foreign currency. As of the third quarter of 2022, the total domestic debt stock formed through GDBB and short-term advances is 1,316.1 million TRY.

Chart 4.6: Quarter-End GDBB Stock and Short-term Advances Balance



Source: Central Bank of TRNC

* Special category GDBB issued for Aksa are not included.

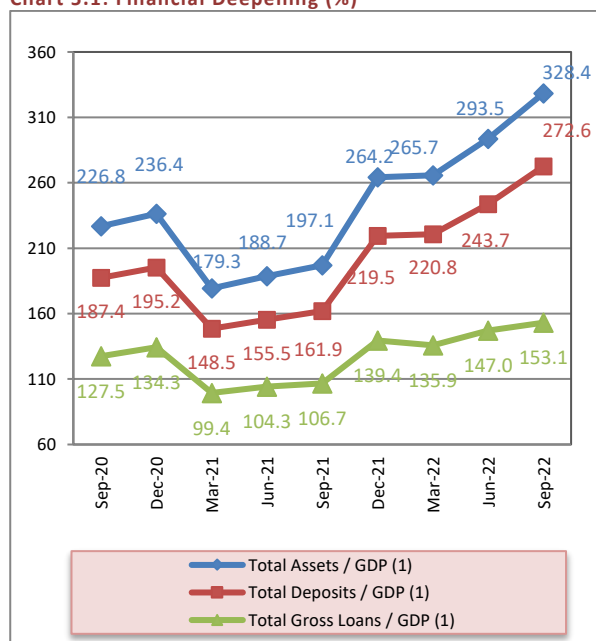
5 MONETARY AND FINANCIAL DEVELOPMENTS

5.1 OVERVIEW OF THE BANKING SECTOR

5.1.1 FINANCIAL DEEPENING

Financial deepening figures for the third quarter of 2022 increased compared to the previous quarter. Total gross loans to GDP ratio increased from 147 percent to 153.1 percent, total assets to GDP ratio from 293.5 percent to 328.4 percent and total deposits to GDP ratio from 243.7 percent to 272.6 percent.

Chart 5.1: Financial Deepening (%)



Source: Central Bank of the TRNC, SPO, TRNC Statistical Institute

Note: (1) 2022 GDP target figures by SPO.

5.1.2 PERFORMANCE RATIOS OF THE BANKING SECTOR

In the banking sector, the share of cash and cash equivalents in total assets has increased from 31.18 to 32.97 percent in the third quarter of 2022, compared to the previous quarter. This rate was 29.14 percent in the same period of the previous year.

The CASR (Capital Adequacy Standard Ratio), which was 17.67 percent at the end of June 2022, decreased by 0.41 points to 17.26 percent in the third quarter of 2022.

The share of NPL in gross loans increased from 3.69 to 3.76 percent at the end of September 2022, compared to the previous quarter.

Gross loans to deposits ratio decreased by 4.16 percentage points to 56.16 percent in the third quarter of 2022, compared to the previous quarter.

The share of gross loans in total assets, which was 54.13 percent in September 2021, has declined to 46.61 percent in the third quarter of 2022. It has decreased by 3.46 points, compared to the previous quarter.

Gross loans increased by 4.16 percent in the third quarter of 2022, compared to the previous quarter. Gross loans increased by 2.29 percent in the same period of the previous year.

Deposits increased by 10.35 percent in the second quarter of 2022, and then by 11.87 percent in the third quarter.

The financial leverage ratio, which was 11.8 at the end of June 2022, has become 11.83 in the third quarter.

Table 5.1: Performance Ratios

	2021		2022		
	Sep.	Dec.	Mar.	Jun.	Sep.
Cash and Cash Equivalents / Total Assets (%)	29.14	30.4	30.62	31.18	32.97
CASR (%)	17.05	16.66	17.50	17.67	17.26
NPL / Gross Loans (%)	4.79	3.77	3.72	3.69	3.76
Gross Loans / Total Deposits (%)	65.88	63.47	61.56	60.32	56.16
Gross Loans / Total Assets (%)	54.13	52.74	51.14	50.07	46.61
Quarterly Growth Rate on Gross Loans (%)	2.29	30.65	7.51	8.14	4.16
Quarterly Growth Rate on Gross Loans (%)	4.15	35.6	10.86	10.35	11.87
Financial Leverage ¹	9.78	12.18	11.89	11.80	11.83

Source: Central Bank of TRNC

Note: (1) Liabilities / Total Shareholders' Equity

5.1.3 CONCENTRATION IN THE BANKING SECTOR

Analysing the concentration in the banking sector, the share of the largest five banks in the sector in terms of asset size in the third quarter of 2022 is 54.9 percent, and the share of the top ten banks is 80.74 percent.

In terms of the size of gross loans in the same period, share of the first five banks in the sector is 56.89 percent and the share of the top ten banks is 84.22 percent.

In terms of deposit size, the share of the five largest banks in total deposits is 55.96 percent and the share of the top ten banks is 82.52 percent.

Lastly, in terms of the size of the debts to the banks item, share of the first five banks in the sector is 79.67 percent and the share of the top ten banks is 96.33 percent.

In terms of the size of shareholders' equity in the relevant period, share of the first five banks in total shareholders' equity is 58.87 percent, while the share of the top ten banks is 85.59 percent.

Table 5.2: Concentration in the Banking Sector (%)

Shares of the First Five Banks in the Sector	2021			2022	
	September	December	March	June	September
Assets	54.71	54.58	54.56	55.01	54.90
Gross Loans	56.67	57.31	57.45	57.05	56.89
Deposits	56.11	56.09	56.49	56.61	55.96
Debts to Banks	70.58	69.98	76.03	78.66	79.67
Shareholders' Equity	55.69	55.98	56.08	57.23	58.87
Shares of the First Ten Banks in the Sector					
Assets	80.99	81.45	81.06	80.64	80.74
Gross Loans	83.55	84.07	84.07	84.16	84.22
Deposits	82.81	83.13	82.92	82.60	82.52
Debts to Banks	91.83	92.72	94.81	96.85	96.33
Shareholders' Equity	82.27	82.81	83.82	84.75	85.59

Source: Central Bank of TRNC

5.1.4 BANKS, BRANCHES, PERSONNEL AND ATMs

The number of banks operating in the banking sector is 21 at the end of September 2022. Among the 21 banks

in the sector, 2 are public banks, 14 are private banks and 5 are branch banks.

Table 5.3: Number of Banks

	Sept. 20	Dec. 20	Mar. 21	Jun. 21	Sept. 21	Dec. 21	Mar. 22	Jun. 22	Sept.22
Public Banks	2	2	2	2	2	2	2	2	2
Private Banks	14	14	14	14	14	14	14	14	14
Branch Banks	5	5	5	5	5	5	5	5	5
Total	21	21	21	21	21	21	21	21	21

Source: Central Bank of TRNC

The number of bank branches in the sector is 217 in the third quarter of 2022. When the distribution of branch numbers based on bank groups is examined, it is seen that

67.74 of the total number of branches belongs to private banks, 17.51 to branch banks and 14.75 to public banks.

Table 5.4: Branches and Personnel

	Number of Branches								
	Sept. 20	Dec. 20	Mar. 21	Jun. 21	Sept. 21	Dec. 21	Mar. 22	Jun. 22	Sept. 22
Public Banks	32	32	32	32	32	32	32	32	32
Private Banks	152	150	144	144	145	146	146	146	147
Branch Banks	39	39	39	39	38	37	37	38	38
Total	223	221	215	215	215	215	215	216	217
	Number of Personnel								
	Sept. 20	Dec. 20	Mar. 21	Jun. 21	Sept. 21	Dec. 21	Mar. 22	Jun. 22	Sept. 22
Public Banks	514	511	508	509	509	502	496	494	487
Private Banks	2,081	2,071	2,057	2,067	2,072	2,061	2,056	2,051	2,061
Branch Banks	538	536	531	528	528	536	549	578	574
Total	3,133	3,118	3,096	3,104	3,109	3,099	3,101	3,123	3,122

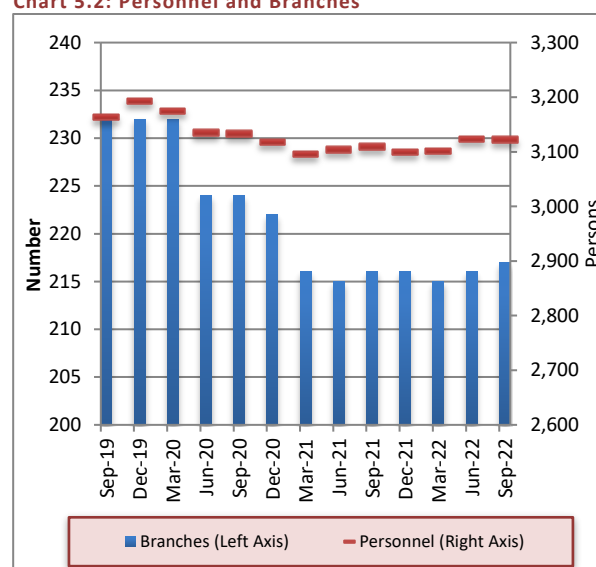
Source: Central Bank of TRNC

The number of personnel employed in the sector decreased by 1 persons and reached from 3,123 to 3,122 during June 2022 - September 2022 period. 487 of these personnel are working in public banks, 2,061 in private banks and 574 in branch banks. In this period, the number of personnel employed in private banks decreased from 2,051 to 2,061, the number of personnel in branch banks from 494 to 487, and the number of personnel in public banks from 578 to 574.

During September 2021 - September 2022 period, the number of personnel working in the banking sector increased by 13 persons and reached from 3,109 to 3,122. Analysing the change in the number of personnel by bank groups in the mentioned period, the number of personnel working in public banks and private banks decreased, while the number of personnel working in branch banks increased by 46 persons.

In the third quarter of 2022, it is observed that 16 percent of the personnel working in the sector belongs to the public banks, 66.02 percent belongs to the private banks and 18.38 percent belongs to the branch banks.

Chart 5.2: Personnel and Branches



Source: Central Bank of TRNC

As of the third quarter of 2022, the number of ATMs has been 568. Analysing the distribution of ATMs by bank groups, branch banks rank first with 274 ATMs. Branch banks are followed by private banks with 236 ATMs and public banks with 58 ATMs. During September 2021 - September 2022 period, the number of ATMs increased from 544 to 568.

Table 5.5: ATMs

	Sept. 21	Dec. 21	Mar. 22	Jun. 22	Sept. 22
Public Banks	57	57	58	58	58
Private Banks	234	235	234	233	236
Branch Banks	253	261	262	261	274
Total	544	553	554	552	568

Source: Central Bank of TRNC

5.2 BANKING SECTOR CONSOLIDATED BALANCE SHEET

Total assets of the banking sector, which was 97,526.7 million TRY at the end of June 2022, have increased by 11.9 percent at the end of September 2022 and reached 109,134.2 million TRY. In the aforementioned period, cash and cash equivalents increased by 18.36 percent, securities portfolio by 24.92 percent, gross loans by 4.16 percent and other assets by 18.31 percent.

Total assets of the sector increased by 83.73 percent in September 2021 - September 2022 period. In the same period, cash and cash equivalents increased by 107.92, gross loans by 58.21 percent, and securities portfolio by 163.97 percent. In the same period, deposits increased by 85.59 percent and shareholders' equity by 54.4 percent.

Deposits, which is the most important funding source of the sector increased by 11.87 percent and the shareholders' equity by 11.7 percent in June 2022 - September 2022 period.

Table 5.6: Banking Sector Consolidated Balance Sheet (Million TRY)

	2021			2022		Percentage Change	
	September	December	March	June	September	06/2022 - 09/2018	09/2021 - 09/2022
Cash and Cash Equivalents	17,307.8	24,213.2	27,036.1	30,404.8	35,986.0	18.36	107.92
Securities Portfolio	4,631.1	6,838.7	8,405.2	9,786.2	12,224.6	24.92	163.97
Total Gross Loans	32,151.5	42,006.0	45,161.9	48,836.3	50,868.3	4.16	58.21
Other Assets	5,309.2	6,585.1	7,702.5	8,499.4	10,055.3	18.31	89.39
Total Assets/Liabilities	59,399.6	79,643.0	88,305.7	97,526.7	109,134.2	11.90	83.73
Deposits	48,804.6	66,179.1	73,368.1	80,962.9	90,576.0	11.87	85.59
Debts to Banks	2,785.5	4,253.6	4,217.5	4,652.3	5,148.6	10.67	84.84
Other Liabilities	2,298.3	3,169.4	3,868.8	4,293.6	4,900.5	14.13	113.22
Shareholders' Equity	5,511.2	6,040.9	6,851.3	7,617.9	8,509.1	11.70	54.40

Source: Central Bank of TRNC

5.2.1 ASSETS AND LIABILITIES STRUCTURE

In the third quarter of 2022, the largest share in the sector's total assets is gross loans with 46.61 percent. Gross loans are followed by cash and cash equivalents with a share of 32.97 percent, securities portfolio with a share of 11.2 percent and other assets with 9.21 percent.

Evaluating the banking sector in terms of the share of the items constituting the asset structure of September 2021 - September 2022 period, an increase in cash and cash equivalents, securities portfolio and other assets, and a decrease in gross loans is observed.

As of September 2022, 83 percent of the total liabilities is deposits, 7.8 percent is shareholders' equity, 4.72 percent is debts to banks and 4.49 percent is other liabilities.

Analysing the items constituting the liability structure of the banking sector in terms of their shares in September 2021 - September 2022 period, it is seen that there is a decrease in the shareholder's equity item, while the deposits, debts to banks, and other liabilities items increased.

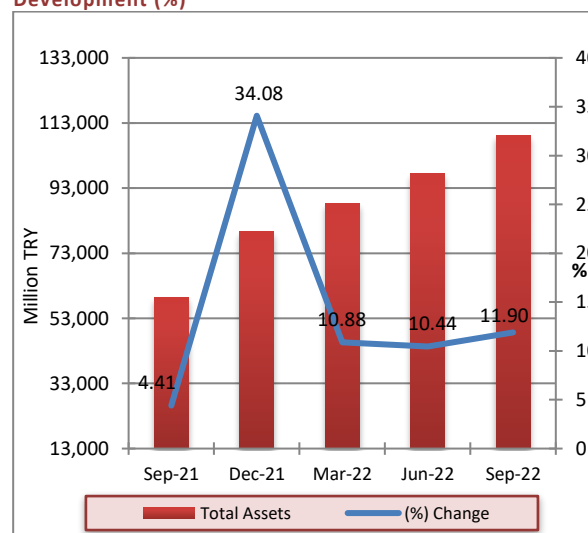
Table 5.7: Structural Percentage Distribution of Banking Sector Assets / Liabilities (%)

	2021			2022	
Assets	September	December	March	June	September
Cash and Cash Equivalents	29.14	30.40	30.62	31.18	32.97
Securities Portfolio	7.80	8.59	9.52	10.03	11.20
Total Gross Loans	54.13	52.74	51.14	50.07	46.61
Other Assets	8.94	8.27	8.72	8.72	9.21
Total	100.00	100.00	100.00	100.00	100.00
Liabilities					
Total Deposits	82.16	83.09	83.08	83.02	83.00
Debts to Banks	4.69	5.34	4.78	4.77	4.72
Other Liabilities	3.87	3.98	4.38	4.40	4.49
Shareholders' Equity	9.28	7.58	7.76	7.81	7.80
Total	100.00	100.00	100.00	100.00	100.00

Source: Central Bank of TRNC

Quarter-on-quarter increase of the banking sector's total assets has been 11.9 percent in September 2022, and 4.41 percent in the same period of 2021. In the period of September 2021 - September 2022, there was an increase of 49,734.6 million TRY in the total assets of the banking sector.

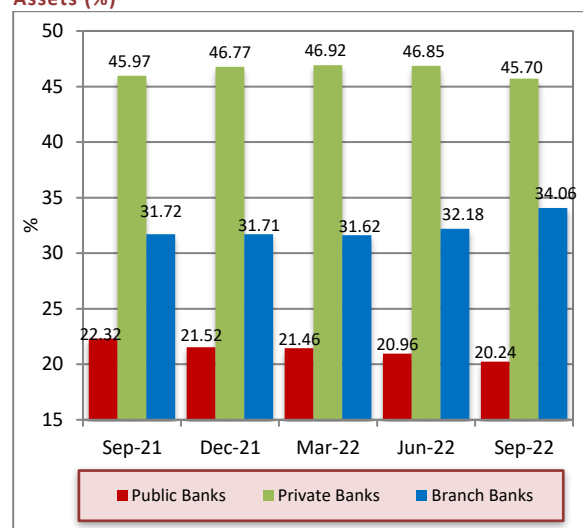
Chart 5.3: Assets of the Banking Sector and Quarterly Development (%)



Source: Central Bank of TRNC

In the third quarter of 2022, compared to the previous quarter, the share of bank groups in total assets decreased from 46.85 percent to 45.7 percent for private banks, from 20.96 percent to 20.24 percent for public banks, while the share of branch banks rose from 32.18 percent to 34.06 percent. In the September 2021-September 2022 period, the share of public banks and private banks decreased, while the share of branch banks increased.

Chart 5.4: Shares of Bank Groups in the Sector's Total Assets (%)



Source: Central Bank of TRNC

In the third quarter of 2022, public banks' total assets increased by 8.05 percent, private banks' total assets by 9.15 percent and branch banks' total assets by 18.42 percent, compared to the previous quarter. Total assets

increased by 66.64 percent in public banks, by 82.67 percent in private banks and by 97.28 percent in branch banks, compared to the same period of the previous year.

Table 5.8: Development of Total Assets Based on Bank Groups (Million TRY)

	2021			2022		Percentage Change	
	September	December	March	June	September	06/2022-09/2022	09/2021-09/2022
Public Banks	13,256.1	17,140.0	18,949.6	20,444.4	22,089.6	8.05	66.64
Private Banks	27,304.2	37,248.9	41,434.2	45,695.6	49,877.9	9.15	82.67
Branch Banks	18,839.3	25,254.1	27,921.9	31,386.7	37,166.7	18.42	97.28
Total	59,399.6	79,643.0	88,305.7	97,526.7	109,134.2	11.90	83.73

Source: Central Bank of TRNC

Analysing the TRY and FX distribution of gross loans as of September 2022, the share of TRY loans increased from 36.37 to 37.32 percent compared to the previous quarter, while the share of FX loans decreased from 63.63 to 62.68 percent. The share of TRY deposits

decreased from 20.32 percent to 19.64 percent as of September 2022, while the share of FX deposits increased from 79.68 percent to 80.36 percent, compared to the previous quarter.

Table 5.9: TRY and FX Distribution of Gross Loans and Deposits (%)

	2021				2022					
	September		December		March		June		September	
	TRY	FX	TRY	FX	TRY	FX	TRY	FX	TRY	FX
Loans	44.78	55.22	37.68	62.32	36.47	63.53	36.37	63.63	37.32	62.68
Deposits	32.31	67.69	23.13	76.87	22.14	77.86	20.32	79.68	19.64	80.36

Source: Central Bank of TRNC

5.2.2 CASH AND CASH EQUIVALENTS

Total of cash assets, receivables from banks, receivables from the Central Bank and receivables from the interbank money market transactions, which constitute the cash and cash equivalents of the banking sector, increased by 18.36 percent in the third quarter of 2022 and reached from 30,404.8 million TRY to 35,986 million TRY, compared to the previous quarter.

In this period, an increase of 80.8 million TRY in the cash values item, 126.2 million TRY in the receivables from the Central Bank item, 3,981.4 million TRY in the receivables from the IMM (Interbank Money Market)

transactions item, and 1,392.8 million TRY in the receivables from the banks item has been recorded.

Cash and cash equivalents amounting to 17,307.8 million TRY at the end of September 2021 increased to 35,986 million TRY by the end of September 2022. In the period, cash assets increased by 499.6 million TRY, receivables from the Central Bank by 4,016.9 million TRY, receivables from IMM transactions by 10,012.5 million TRY and receivables from banks by 4,149.2 million TRY.

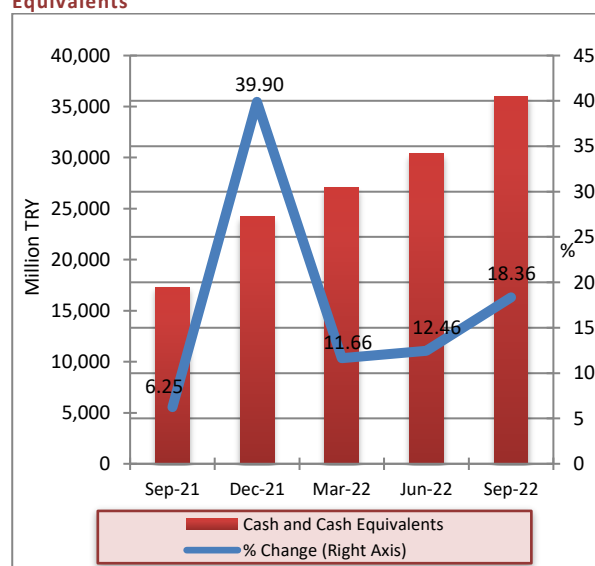
Table 5.10: Development of the Cash and Cash Equivalents (Million TRY)

	2021		2022		Percentage Change	
	September	December	March	June	September	06/2022 - 09/2022
Cash Assets	532,2	709.4	779.2	951.0	1,031.8	8.50
Receivables from the Central Bank	6,217,8	9,185.3	9,913.8	10,108.5	10,234.7	1.25
Receivables from IMM Transactions	4,380,7	7,153.0	8,894.5	10,411.8	14,393.2	38.24
Receivables from Banks	6,177.1	7,165.5	7,448.6	8,933.5	10,326.3	15.59
Total	17,307.8	24,213.2	27,036.1	30,404.8	35,986.0	18.36

Source: Central Bank of TRNC

Cash and cash equivalents increased by 18.36 percent in the third quarter of 2022, compared to the previous quarter. In the period of September 2021 - September 2022, there was an increase of 18,678.2 million TRY in the cash and cash equivalents.

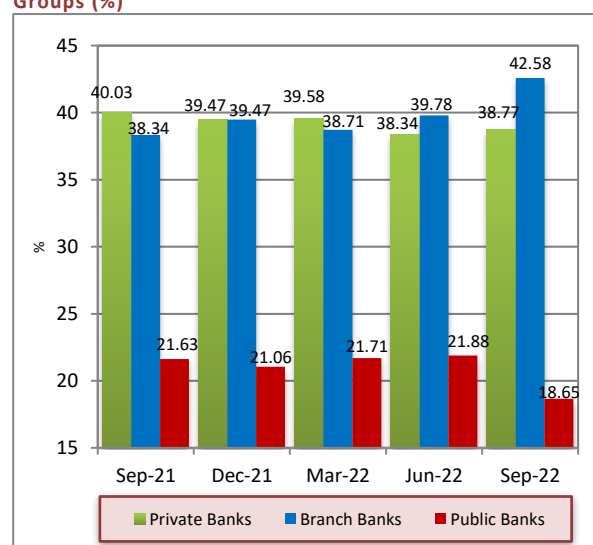
Chart 5.5: Quarterly Percentage Change of Cash and Cash Equivalents



Source: Central Bank of TRNC

In the third quarter of 2022, compared to the previous quarter, the shares of bank groups in cash and cash equivalents increased in the private banks and branch banks group, and decreased in the public banks group. In September 2021 - September 2022 period, there has been a downsizing in the private banks and public banks groups, and a growth in branch banks.

Chart 5.6: Shares of Cash and Cash Equivalents by Bank Groups (%)



Source: Central Bank of TRNC

5.2.3 LOANS

Business loans, which amounted to 36,259.2 million TRY as of September 2022, are in the first rank as in the previous periods. They are followed by consumer loans with a total of 8,606.6 million TRY.

During the period from September 2021 to September 2022, business loans increased from 21,525.5 million TRY to 36,259.2 million TRY and consumer loans increased from 6,651 million TRY to 8,606.6 million TRY.

Table 5.11: Distribution of Loans by Type (Million TRY)

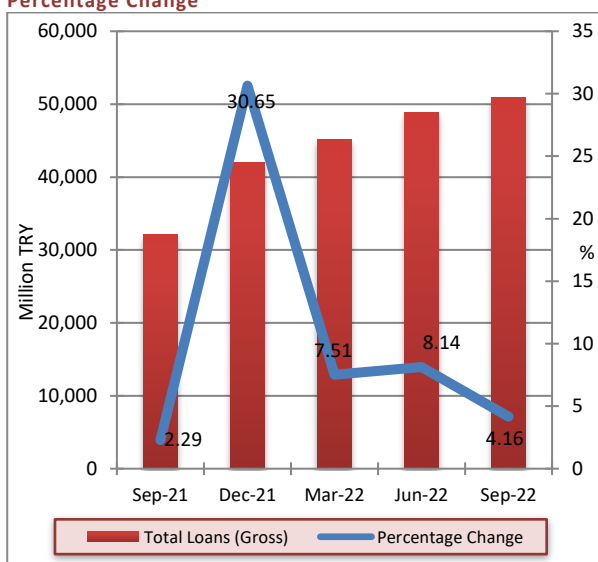
	2021		2022		
	September	December	March	June	September
Business Loans	21,525.5	30,433.5	32,764.9	35,361.6	36,259.2
Consumer Loans	6,651.0	7,472.4	7,727.5	8,175.0	8,606.6
Credit Cards	909.4	1,004.6	1,049.3	1,320.1	1,504.1
Discount Loans	382.0	564.5	673.2	796.0	901.9
Other Investment Loans	214.9	293.7	312.5	275.3	286.9
Import Loans	5.7	0.7	0.8	0.9	0.9
Loans of Funds Originated	28.9	38.9	45.0	50.3	55.3
Directed Loans	92.7	95.2	109.1	102.9	113.4
Export Loans	0.0	0.0	0.0	0.0	13.0
Loans Extended by Central Bank of the TRNC	3.0	4.5	5.0	0.0	0.0
Loans Extended Through Central Bank of the TRNC	0.0	0.0	0.0	0.0	0.0
Loans to Purchase Security on Behalf of Customers	0.0	0.0	0.0	0.1	0.1
Export Guaranteed Investment Loans	87.8	130.4	145.3	297.4	329.9
Other Loans	711.2	382.4	647.2	655.5	885.7
Total Loans	30,612.1	40,420.8	43,479.8	47,035.1	48,956.9

Source: Central Bank of TRNC

Note: Non-performing loans are not included.

Gross loans increased by 4.16 percent in the third quarter of 2022, compared to the previous quarter. In the period of September 2021 - September 2022, there was an increase of 18,716.8 million TRY in the gross loans.

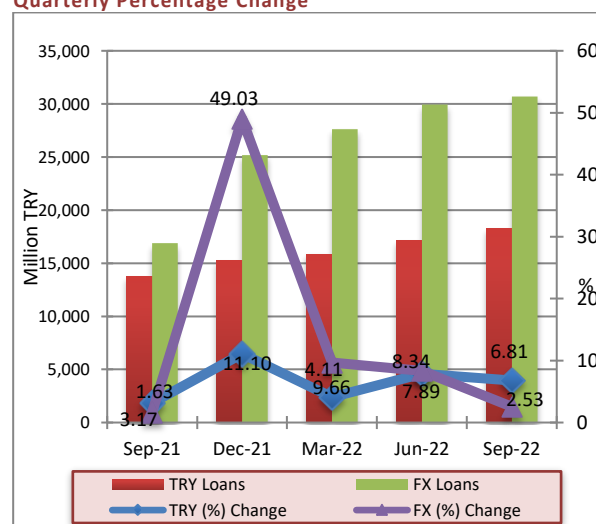
Chart 5.7: Development of Gross Loans and Quarterly Percentage Change



Source: Central Bank of TRNC

In the third quarter of 2022, 18,272.6 million TRY of the loans is in TRY currency and 30,684.3 million TRY is in foreign currency. In the period, there has been an increase of 6.81 percent in TRY loans and 2.53 percent in FX loans, compared to the previous quarter.

Chart 5.8: Banking Sector Loans TRY and FX Separation and Quarterly Percentage Change

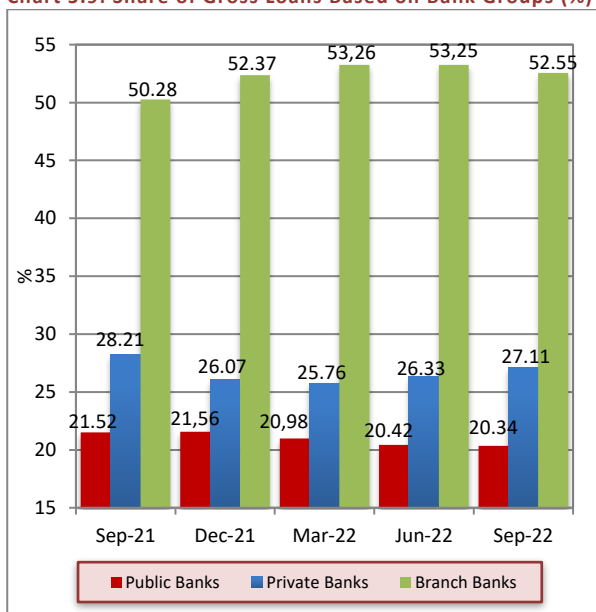


Source: Central Bank of TRNC

Note: Non-performing loans are not included.

Analysing the shares of gross loans by bank groups, the share of public banks decreased from 20.42 to 20.34 percent, and the share of private banks 53.26 to 52.55 percent, while the share of branch banks increased from 26.33 to 27.11 percent in the third quarter of 2022, compared to the previous quarter. In the September 2021 - September 2022 period, the share of private banks increased, while the share of public and branch banks decreased.

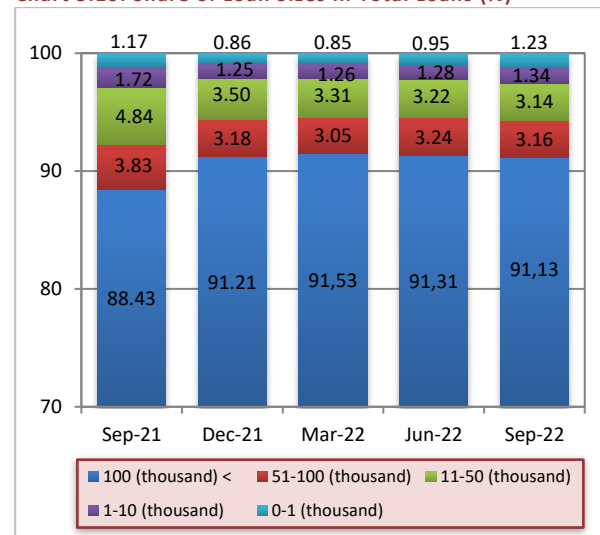
Chart 5.9: Share of Gross Loans Based on Bank Groups (%)



Source: Central Bank of TRNC

By the end of the third quarter of 2022, the share of loans over 100 thousand TRY in total loans has been 91.13 percent. In this period, 51-100 thousand TRY loans take the second place in loan sizes with a share of 3.16 percent. Loans amounting to 11-50 thousand TRY and 1-10 thousand TRY constitute 3.14 and 1.34 percent of the total loans, respectively. The lowest loan use in the sector has been in loans up to 1 thousand TRY with a share of 1.23 percent.

Chart 5.10: Share of Loan Sizes in Total Loans (%)

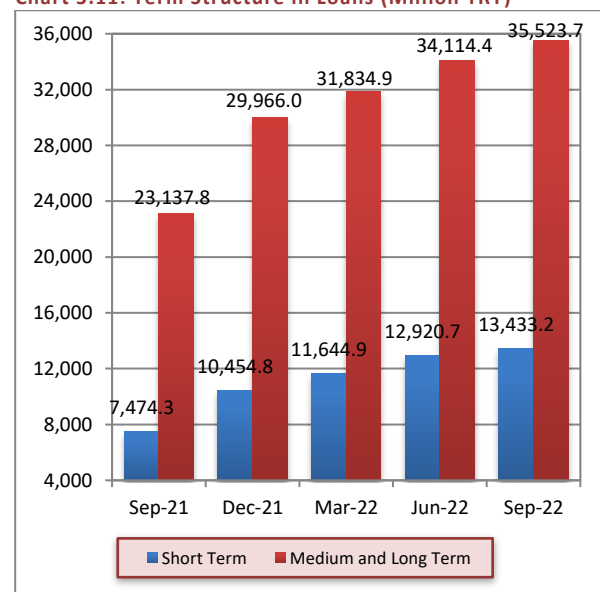


Source: Central Bank of TRNC

Note: Non-performing loans are not included.

In the third quarter of 2022, short-term loans increased from 12,920.7 million TRY to 13,433.2 million TRY, and medium and long-term loans increased from 34,114.4 million TRY to 35,523.7 million TRY. In the period of September 2021 - September 2022, short-term loans increased by 79.73 percent and medium and long-term loans increased by 53.53 percent.

Chart 5.11: Term Structure in Loans (Million TRY)



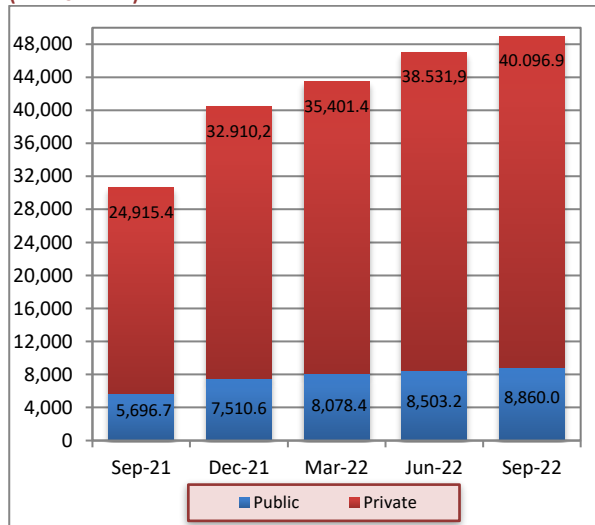
Source: Central Bank of TRNC

Note: Loans with up to 1-year term are classified as short-term loans.

As of September 2022, 81.9 percent of the banking sector's total loans has been extended to the private sector and 18.1 percent to the public sector. Compared to the previous quarter, loans used by the public sector increased from 8,503.2 million TRY to 8,860 million TRY and private sector loans increased from 38,531.9 million TRY to 40,096.9 million TRY.

In September 2021 - September 2022 period, the increase rate of the loans used by the public has been 55.53 percent and the loans used by the private sector has increased by 60.93 percent.

Chart 5.12: Public and Private Sector Distribution of Loans (Million TRY)

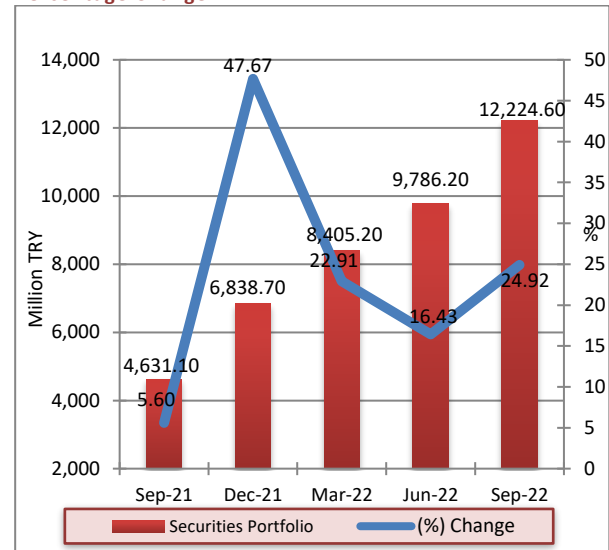


Source: Central Bank of TRNC

5.2.4 SECURITIES PORTFOLIO

Securities portfolio increased by 24.92 percent in September 2022, compared to the previous quarter. In the one-year period, there has been an increase of 7,593.5 million TRY in the securities portfolio item compared to September 2021.

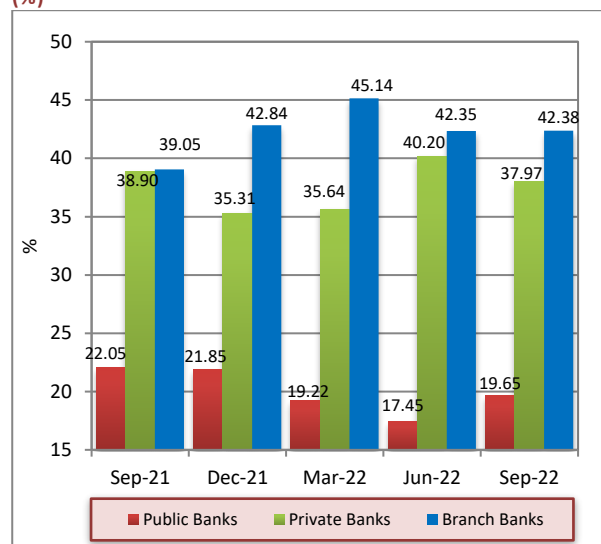
Chart 5.13: Securities Portfolio Totals and Quarterly Percentage Change



Source: Central Bank of TRNC

By the third quarter of 2022, the share of public banks in total SP increased from 17.45 to 19.65 percent and the share of branch banks from 42.35 to 42.38 percent, while the share of private banks decreased from 40.2 percent to 37.97 percent, compared to the previous quarter. During September 2021 - September 2022 period, the share of public banks and private banks decreased, while the share of branch banks increased.

Chart 5.14: Shares of Securities Portfolio by Bank Groups (%)



Source: Central Bank of TRNC

Table 5.12: Development of Deposits by Type (Million TRY)

	2021			2022		Percentage Change	
	September	December	March	June	September	06/2022 - 09/2022	09/2021 - 09/2022
Savings	34,919.8	47,406.0	52,713.4	57,828.7	63,595.0	9.97	82.12
Commercial	10,051.6	13,675.2	15,220.0	17,873.1	21,453.9	20.03	113.44
Official	2,821.0	3,797.4	4,124.3	3,850.7	3,968.9	3.07	40.69
Other	1,012.2	1,300.5	1,310.4	1,410.4	1,558.2	10.48	53.94
Total Deposits	48,804.6	66,179.1	73,368.1	80,962.9	90,576.0	11.87	85.59
Debts to Banks	2,785.5	4,253.6	4,217.5	4,652.3	5,148.6	10.67	84.84
Total Deposits Including Debts to Banks	51,590.1	70,432.7	77,585.6	85,615.2	95,724.6	11.81	85.55

Source: Central Bank of TRNC

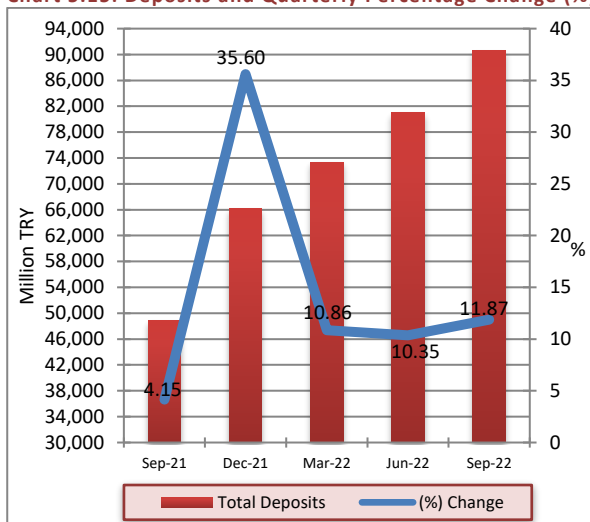
5.2.5 DEPOSITS

Deposits, which is the most important funding source of the sector increased by 11.87 percent in the third quarter of 2022, compared to the previous quarter. Deposits increased by 85.59 percent in one-year period and amounted to 90,576 million TRY at the end of September 2022.

As of the end of September 2022, it is observed that the largest share belongs to savings deposits with 63,595 million TRY as it was in the previous periods. This is followed by commercial deposits with 21,453.9 million TRY and official deposits with 3,968.9 million TRY. In September 2021 - September 2022 period, savings deposits increased by 82.12 percent, commercial deposits by 113.44 percent, while official deposits decreased by 40.69 percent.

In 2022, total deposits increased by 11.87 percent in the third quarter, compared to the previous quarter. In the period of September 2021 - September 2022, there was an increase of 41,771.4 million TRY in deposits.

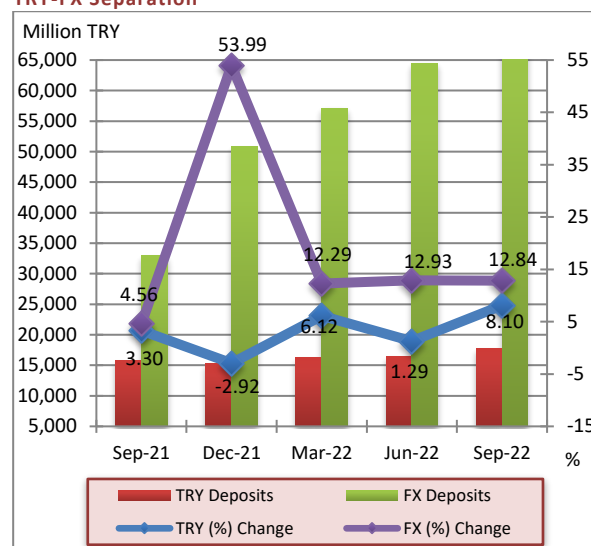
Chart 5.15: Deposits and Quarterly Percentage Change (%)



Source: Central Bank of TRNC

In the third quarter of 2022, it is observed that deposits amounted to 17,787.2 million TRY in Turkish Lira currency and 72,788.8 million TRY in foreign currency. In this period, TRY deposits increased by 8.1 percent and FX deposits increased by 12.84 percent, compared to the previous quarter.

Chart 5.16: Quarterly Percentage Change of Deposits and TRY-FX Separation



Source: Central Bank of TRNC

At the end of September 2022, compared to the previous quarter, TRY deposits of public banks increased by 3.61 percent, FX deposits increased by 7.63 percent, private banks' TRY deposits increased by 0.89 percent, FX deposits increased by 10.63 percent, TRY deposits of branch banks increased by 21.89 percent, and FX deposits by 20.28 percent.

Table 5.13: Development of Deposits Based on Bank Groups (Million TRY)

	June 2022			September 2022			Percentage Change 06/2022 - 09/2022		
	TRY	FX	Total	TRY	FX	Total	TRY	FX	Total
Public Banks	5,129.4	11,995.2	17,124.6	5,314.6	12,910.5	18,225.1	3.61	7.63	6.43
Private Banks	6,339.5	34,042.5	40,382.0	6,396.2	37,661.7	44,057.9	0.89	10.63	9.10
Branch Banks	4,985.1	18,471.2	23,456.3	6,076.4	22,216.6	28,293.0	21.89	20.28	20.62
Total Deposits	16,454.0	64,508.9	80,962.9	17,787.2	72,788.8	90,576.0	8.10	12.84	11.87

Source: Central Bank of TRNC

As in previous periods, maturity concentration of the banking sector deposits belongs to 1-month deposits with a share of 45.14 percent in September 2022. 1-month deposits are followed by demand deposits with a share of 25.64 percent, 3-month deposits with a share of 16.43 percent, 1-year deposits with a share of 9.66 percent and 6-month deposits with a share of 3.12 percent.

Comparing the maturity distribution of deposits to the previous quarter, there has been an increase of 2.51 points in demand deposits and 1.26 points in 3-month deposits, while a 2.77 points decrease in 1-month deposits, 0.41 points in 6-month deposits, and 0.6 points in 1-year deposits.

During September 2021 - September 2022 period, demand and 6-month deposits increased by 7.37 and 0.08 points respectively, while 1-month, 3-month and 1-year deposits decreased by 6.29, 0.92 and 0.25 points, respectively.

Table 5.14: Maturity Distribution of Deposits (%)

	2021		2022		Change (Points)		
	September	December	March	June	September	06/2022-09/2022	09/2021-09/2022
Demand	18.27	19.56	20.30	23.13	25.64	2.51	7.37
1-Month	51.43	49.67	49.60	47.91	45.14	-2.77	-6.29
3-Month	17.35	16.25	15.59	15.17	16.43	1.26	-0.92
6-Month	3.04	3.02	3.57	3.53	3.12	-0.41	0.08
1-Year	9.91	11.49	10.93	10.26	9.66	-0.6	-0.25
Total	100.00	100.00	100.00	100.00	100.00		

Source: Central Bank of TRNC

Analysing the distribution of deposits in the banking sector by their size, 0-5 thousand TRY decreased from 333.5 million TRY to 333 million TRY, while 5-10 thousand TRY deposits increased from 429.1 million TRY to 452.3 million TRY, 10-50 thousand TRY deposits from 3,039.2 to 3,321.1 million TRY, 50-100 thousand TRY deposits from 3,364.5 million TRY to 3,517.6 million

TRY, and deposits over 100 thousand TRY deposits from 73,796.6 million TRY to 82,952 million TRY as of the end of September 2022, compared to the previous quarter. In the third quarter of 2022, the share of deposits over 100 thousand TRY has been 91.58 percent, and deposits of 50-100 thousand TRY had a share of 3.88 percent.

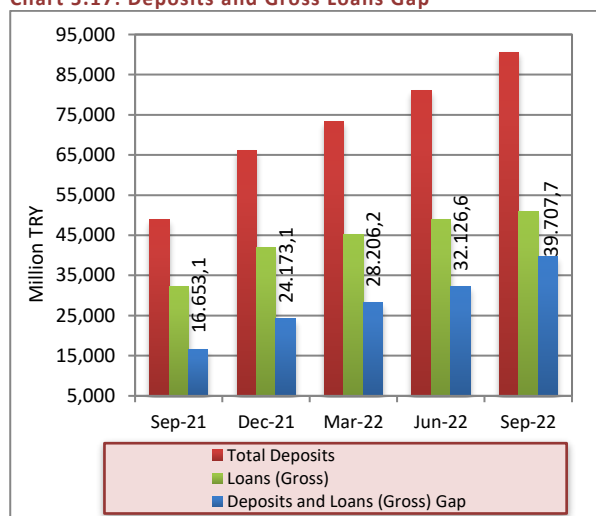
Table 5.15: Distribution of Deposits by Size (Volume - Million TRY, Number - Number of Accounts)

	2021				2022					
	September		December		March		June		September	
	Volume	Number	Volume	Number	Volume	Number	Volume	Number	Volume	Number
0-5 thousand TRY	341.8	589,288	359.9	607,095	329.3	780,855	333.5	781,424	333.0	802,216
5-10 thousand TRY	391.5	53,653	395.3	54,584	418.6	57,028	429.1	58,552	452.3	60,946
10-50 thousand TRY	2,795.9	116,389	2,759.0	114,294	2,982.9	122,911	3,039.2	125,674	3,321.1	137,183
50-100 thousand TRY	3,291.7	45,968	3,219.0	45,113	3,339.2	46,535	3,364.5	47,249	3,517.6	49,252
> 100 thousand TRY	41,983.7	107,837	59,445.9	120,919	66,298.1	128,196	73,796.6	135,985	82,952.0	144,544
Total Deposits	48,804.6	913,135	66,179.1	942,005	73,368.1	1,135,525	80,962.9	1,148,884	90,576.0	1,194,141

Source: Central Bank of TRNC

Total deposits and gross loans gap, which was 32,126.6 million TRY at the end of June 2022, has increased by 7,581.1 million TRY and rose to 39,707.7 million TRY at the end of September 2022.

Chart 5.17: Deposits and Gross Loans Gap

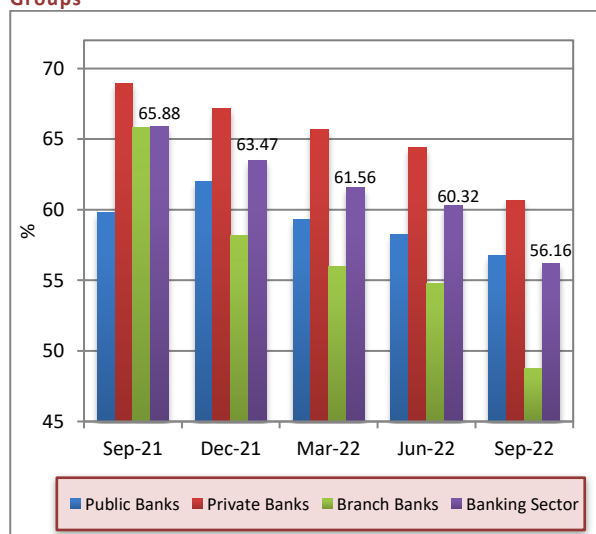


Source: Central Bank of TRNC

Gross loans to total deposits ratio, which is one of the indicators of the banking sector's depth and intermediary function, was 60.32 percent at the end of June 2022 and it decreased to 56.16 percent at the end of September 2022. Gross loans to total deposits ratio decreased by 9.72 points in one-year period.

Examining loans to deposits ratio at the end of September 2022 on the basis of bank groups, private banks rank first with 60.67 percent. Private banks are followed by public banks with a rate of 56.77 percent. Branch banks have a conversion rate of 48.74 percent.

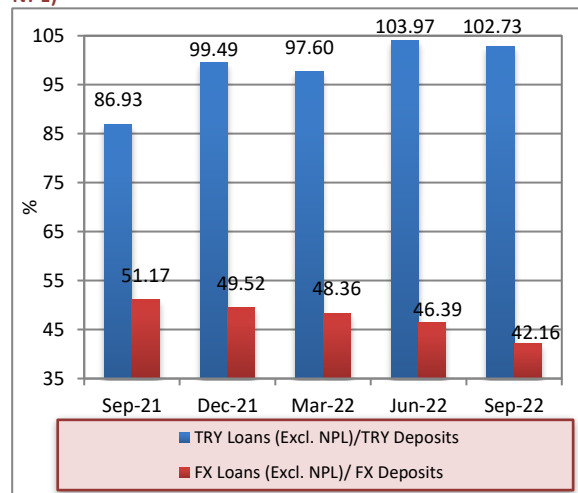
Chart 5.18: Deposits to Loans (Gross) Ratio Based on Bank Groups



Source: Central Bank of TRNC

TRY deposits to TRY loans ratio (excluding NPL) decreased from 103.97 to 102.73 percent as of September 2022 compared to the previous quarter, and FX deposits to FX loans ratio (excluding NPL) decreased from 46.39 to 42.16 percent. TRY and FX deposits to loans ratio was 86.93 percent and 51.17 percent, respectively, in September 2021. Accordingly, while TRY deposits to TRY loans ratio has increased in the last year, FX deposits to FX loans ratio has decreased.

Chart 5.19: TRY and FX Deposits to Loans Ratio (Excluding NPL)



Source: Central Bank of TRNC

5.2.6 SHAREHOLDERS' EQUITY

Shareholders' equity, which is of great importance in terms of stability and healthy development of the sector, increased by 11.7 percent, compared to the previous quarter and reached 8,509.1 million TRY in the third quarter of 2022.

Shareholders' equity increased by 54.4 percent in September 2021 - September 2022 period. In the one-year period, the paid-in capital of the sector increased by 512.3 million TRY and reserve requirements increased by 1,919.5 million TRY.

Table 5.16: Development of Shareholders' Equity (Million TRY)

	2021		2022		
	Sept.	Dec.	Mar.	Jun.	Sept.
Paid-in Capital	1,515.8	1,542.4	1,989.1	2,019.3	2,028.1
Legal Reserves	1,846.6	2,672.2	3,246.3	3,714.7	3,766.1
Fixed Asset Revaluation Fund	10.4	11.5	11.5	11.5	11.5
Securities Value Increment Fund	261.6	378.5	479.8	498.4	510.8
Period Profit (Loss)	1,038.7	1,436.3	532.9	1,311.7	2,192.6
Accumulated Profit (Loss)	838.1	0.0	591.7	62.3	0.0
Total	5,511.2	6,040.9	6,851.3	7,617.9	8,509.1

Source: Central Bank of TRNC

Note: Accumulated profit is calculated in the legal reserves item.

5.3 MONEY SUPPLY

Money supply classified as narrow money, which is also called as M1 increased by 18.89 percent at the end of September 2022 compared to June 2022 and rose from 23,814.8 million TRY to 28,312.7 million TRY. M1 increased by 128.67 percent in one-year period.

Money supply qualified as M2, which amounted to 82,490.8 million TRY at the end of June 2022, increased by 11.63 percent in the third quarter of 2022 and reached 92,082.7 million TRY. M2 increased by 85.18 percent in one-year period.

M3 money supply classified as broad money, which is estimated by adding official deposits and other deposits within Central Bank of the TRNC to the M2, increased by 11.02 percent in the third quarter of 2022 compared to the previous quarter and rose from 86,691.6 million TRY to 96,243.4 million TRY. The increase rate of M3 is 82.89 percent, compared to the same period of the previous year.

Table 5.17: Money Supply (Million TRY)

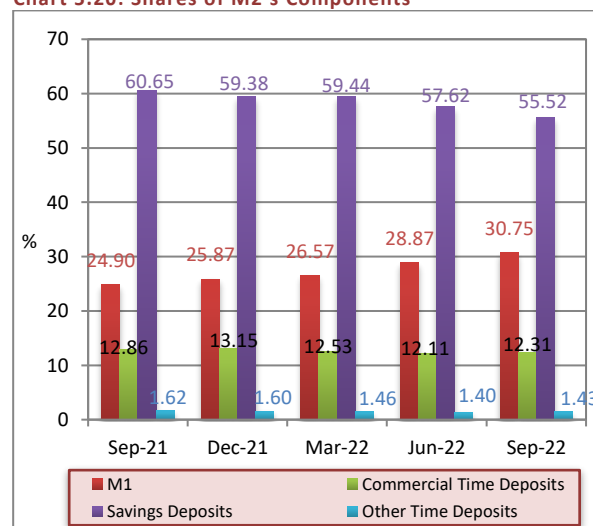
Years	Period	M1	Annual Percentage Change	M2	Annual Percentage Change	M3	Annual Percentage Change
2018	III	6,244.7	51.34	28,565.7	43.93	30,698.9	44.53
	IV	5,726.7	30.05	26,846.9	26.75	28,868.4	26.67
2019	I	6,297.8	30.49	29,051.7	27.17	31,226.9	27.50
	II	6,581.7	23.20	30,066.1	22.77	32,390.9	22.97
	III	6,775.1	8.49	30,109.1	5.40	33,243.7	8.29
	IV	7,386.0	28.97	33,164.4	23.53	35,890.4	24.32
2020	I	7,872.2	25.00	34,635.5	19.22	37,612.4	20.45
	II	8,529.4	29.59	35,839.0	19.20	38,294.3	18.23
	III	9,724.8	43.54	40,684.0	35.12	43,787.2	31.72
	IV	10,077.1	36.44	41,842.8	26.17	45,299.2	26.22
2021	I	10,491.4	33.27	45,118.5	30.27	48,624.9	29.28
	II	11,257.1	31.98	47,658.2	32.98	50,639.9	32.24
	III	12,381.7	27.32	49,727.0	22.23	52,622.7	20.18
	IV	17,349.1	72.16	67,053.5	60.25	71,395.9	57.61
2022	I	19,759.9	88.88	74,364.7	64.82	78,623.5	61.69
	II	23,814.8	111.55	82,490.8	73.09	86,691.6	71.19
	III	28,312.7	128.67	92,082.7	85.18	96,243.4	82.89

Source: Central Bank of TRNC

As in previous periods, the largest share in M2 is 55.52 percent with the savings deposits as of September 2022. This is followed by M1 with a share of 30.75 percent, commercial time deposits with 12.31 percent and other time deposits with a ratio of 1.43 percent.

Savings time deposit, which constitutes the largest share of the structure of M2, decreased by 5.13 points from 60.65 percent to 55.52 percent in September 2021 - September 2022 period. In the mentioned period, M1, one of the other subcomponents of M2, increased from 24.9 percent to 30.75 percent, while other time deposits fell from 1.62 percent to 1.43 percent and commercial time deposits from 12.86 percent to 12.31 percent.

Chart 5.20: Shares of M2's Components



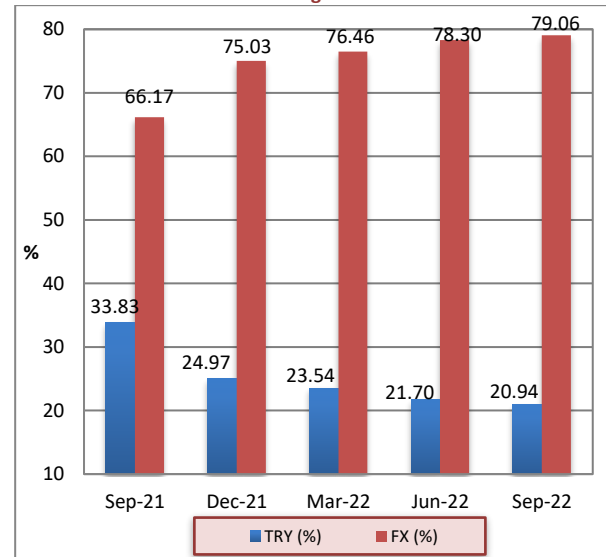
Source: Central Bank of TRNC

Analysing the TRY-FX percentage distribution of M3 as of September 2022, it is observed that the share of TRY deposits in M3 is 20.94 percent and the share of FX deposits is 79.06 percent. These shares were 33.83 percent in TRY and 66.17 percent in FX at the end of September 2021.

5.4 OVERVIEW OF INTERBANK MONEY MARKET

As of the third quarter of 2022, there have been 890 transactions in TRY, 774 transactions in USD, 426 transactions in EUR and 656 transactions in GBP currency. In this period, transactions of 89,654 million TRY in Turkish Lira currency, 10,856 million USD, 9,632 million EUR and 14,348 million GBP in foreign currency were made.

Chart 5.21: TRY - FX Percentage Distribution of M3



Source: Central Bank of TRNC

Table 5.18: Transaction Volume (x 1.000) and Amount

	TRY		\$		€		£	
	Number	Volume	Number	Volume	Number	Volume	Number	Volume
2021- Q3	828	60,450,950	687	4,167,750	271	5,259,700	521	7,381,725
2021- Q4	867	82,604,250	701	4,801,125	337	6,051,325	610	9,057,650
2022- Q1	1,040	101,732,950	783	6,819,825	315	6,825,750	622	9,380,000
2022- Q2	892	78,577,350	731	10,072,600	309	7,660,200	547	10,454,200
2022-Q3	890	89,653,500	774	10,856,025	426	9,631,600	656	14,348,275

Source: Central Bank of TRNC

Looking at the volume distributions of overnight transactions made in the third quarter of 2022, it is observed that the shares are 99.07 percent in TRY, and 100 percent in USD, EUR and GBP. In the same period,

the share one-week transactions was 4.1 per mille in TRY, the share of two-week transactions were 3.8 per mille in TRY and the share of one-month transactions was 1.4 per mille in TRY.

Table 5.19: Transaction Volume (x 1.000)

	TRY		\$		€		£	
	Volume	Share (%)	Volume	Share (%)	Volume	Share (%)	Volume	Share (%)
2021 Q3	60,450,950		4,167,750		5,259,700		7,381,725	
ON	60,343,950	99.82	4,166,450	99.97	5,259,700	100.00	7,381,725	100.00
1W	10,000	0.02						
2W								
3W								
1M	97,000	0.16	300	0.01				
3M			1,000	0.02				
2021 Q4	82,604,250		4,801,125		6,051,325		9,057,650	
ON	82,325,250	99.66	4,797,125	99.92	6,051,325	100.00	9,057,650	100.00
1W	176,000	0.21	2,000	0.04				
2W								
3W								
1M	103,000	0.12	2,000	0.04				
3M								
2022 Q1	101,732,950		6,819,825		6,825,750		9,380,000	
ON	101,095,750	99.37	6,819,825	100.00	6,825,750	100.00	9,380,000	100.00
1W	371,200	0.36						
2W								
3W								
1M	263,000	0.26						
3M	3,000							
2022 Q2	78,577,350		10,072,600		7,660,200		10,454,200	
ON	78,066,750	99.35	10,071,600	99.99	7,660,200	100.00	10,454,200	100.00
1W	362,600	0.46						
2W	66,000	0.08						
3W								
1M	82,000	0.11						
3M			1,000	0.01				
2022 Q3	89,653,500		10,856,025		9,631,600		14,348,275	
ON	88,818,000	99.07	10,855,525	100.00	9,631,500	100.00	14,348,275	100.00
1W	366,500	0.41						
2W	345,000	0.38						
3W								
1M	124,000	0.14	500		100			
3M								

Source: Central Bank of TRNC

Note: ON: Overnight

W: Week

M: Month

Average interest rates for overnight transactions made in the third quarter of 2022 were 14.25 percent in TRY, 1.2 percent in USD, 0.6 percent in EUR, and 0.75 percent in GBP. Average interest rate for 1-week transactions has been 16.67 percent in TRY, the interest

rate for two-week transactions has been 16.29 percent in TRY, the interest rate for 1-month transactions has been 17.34 percent in TRY, 1.5 percent is US dollar and 2.5 percent in EUR.

Table 5.20: Average Interest Rates (%)

		2021		2022		
		Q3	Q4	Q1	Q2	Q3
TRY	ON	15.75	14.11	14.16	13.33	14.25
	1W	18.00	17.23	16.80	16.01	16.67
	2W				15.67	16.29
	1M	18.58	18.13	17.99	16.55	17.34
	3M			21.00		
\$	ON	0.60	0.50	0.50	0.61	1.20
	1W		2.25			
	2W					
	3W					
	1M	1.50	1.00			1.50
	3M	1.50			2.00	
€	ON	0.25	0.20	0.20	0.28	0.60
	1W					
	2W					
	3W					
	1M					2.50
	3M					
£	ON	0.35	0.30	0.30	0.39	0.75
	1W					
	2W					
	3W					
	1M					

Source: Central Bank of TRNC

Note: ON: Overnight

W: Week

M: Month

5.5 CREDIT CARDS MAXIMUM INTEREST RATES

“Law on Bank Cards and Credit Cards” No. 58/2014, which was enacted and published in the Official Gazette dated November 20, 2014, delegated the duty and authority of determining the monthly maximum contractual and default interest rates to be applied in credit card transactions to the Central Bank of the TRNC.

Central Bank of the TRNC issued monthly maximum contractual and default interest rates of credit cards in this framework for the first time on January 2, 2015.

The information regarding the monthly maximum contractual and default interest rates of credit cards determined and published by the Central Bank of the TRNC is presented in the table below.

Table 5.21: Credit Cards Maximum Interest Rates (%)

Effective Date	TRY		FX	
	Monthly Max. Contract	Monthly Max. Overdue Interest	Monthly Max. Contract	Monthly Max. Overdue Interest
02/01/2019 (OG 1)	3.40	3.90	1.18	1.68
01/04/2019 (OG 45)	3.22	3.72	1.18	1.68
01/07/2019 (OG 90)	3.18	3.68	1.20	1.70
01/10/2019 (OG 714)	2.98	3.48	1.21	1.71
02/01/2020 (OG 1)	2.35	2.85	1.21	1.71
01/04/2020 (OG 56)	1.00	1.50	0.75	1.25
01/07/2020 (OG 123)	1.00	1.50	0.75	1.25
01/10/2020 (OG 188)	1.00	1.50	0.75	1.25
01/01/2021 (OG 238)	1.95	2.45	1.13	1.63
01/04/2021 (OG 73)	2.29	2.79	1.09	1.59
01/07/2021 (OG 145)	2.54	3.04	1.09	1.59
01/10/2021 (OG 219)	2.60	3.10	1.09	1.59
01/12/2021 (OG 256)	1.50	2.00	1.09	1.59
01/03/2022 (OG 34)	1.50	2.00	1.09	1.59
01/06/2022 (OG 110)	1.99	2.49	0.93	1.43
01/09/2022 (OG 200)	1.99	2.49	0.93	1.43

Source: Central Bank of TRNC

5.6 NON-BANK FINANCIAL INSTITUTIONS

5.6.1 INTERNATIONAL BANKING UNITS

As of September 2022, total asset size of the five International Banking Units decreased by 30.52 percent compared to the end of 2021 and declined to 221 million USD. In the aforementioned period, cash and cash equivalents decreased by 69.72 percent to 30.4 million USD, gross loans by decreased by 11.4 percent to 180.3 million USD, and other assets decreased 27.46 percent to 10.3 million USD.

Total deposits decreased by 32.38 percent in December 2021 - September 2022 period and declined to 183.6 million USD. Shareholders' equity decreased by 20.31 percent to 36.5 million USD, while other liabilities item increased by 12.5 percent to 900 million USD.

Table 5.22: Consolidated Balance Sheet of International Banking Units (Million USD)

	December 2021	September 2022	Percentage Change
Cash and Cash Equivalents	100,4	30,4	-69.72
Loans (Gross)	203,5	180,3	-11.40
Other Assets	14,2	10,3	-27.46
Assets/Liabilities	318,1	221,0	-30.52
Deposits	271,5	183,6	-32.38
Debts to Banks	0,0	0,0	0.0
Shareholders' Equity	45,8	36,5	-20.31
Other Liabilities	0,8	0,9	12.5

Source: Central Bank of TRNC

5.6.2 EXCHANGE OFFICES

There are 52 operating exchange offices as of the end of 2021. Analysing the consolidated balance sheet of foreign exchange offices, it is observed that as of the end of 2021, compared to the previous year, there is an increase in all asset items except commercial and other receivables. In this period, an increase of 9.8 million TRY in the cash values item, 27.4 million TRY in stocks item and 100 million TRY in the other current assets item has been recorded.

As of the end of 2021, consolidated asset size of the exchange offices increased by 69.49 percent compared to the previous year and reached 92.2 million TRY. As of the end of 2021, short-term liabilities in the liability structure amounted to 21.9 million TRY, long-term liabilities amounted to 600 million TRY, shareholders' equity to 69.7 million TRY and the profit amounted to 2.1 million TRY.

Table 5.23: Consolidated Balance Sheet of Exchange Offices (Million TRY)

	2020	2021	Percentage Change
Current Assets	53,5	90,3	68.79
- Cash and Cash Equivalents	30,6	40,4	32.03
- Commercial and Other Receivables	2,1	1,6	-23.81
- Stocks	20,7	48,1	132.37
- Other Current Assets	0,1	0,2	100.00
Fixed Assets	0,9	1,9	111.11
Assets/Liabilities	54,4	92,2	69.49
Foreign Resources	8,8	22,5	155.68
- Short Term	8,2	21,9	167.07
- Long Term	0,6	0,6	0.0
Shareholders' Equity	45,6	69,7	52.85
- Profit/Loss	1,1	2,1	90.91
- Other Shareholders' Equity	44,5	67,6	51.91

Source: TRNC Ministry of Finance - Department of Exchange and Growth Fund

Note: Note: Year-end consolidated balance sheet of 2020 consists of the data of 43 exchange offices, and year-end consolidated balance sheet of 2021 consists of the data of 48 exchange offices.

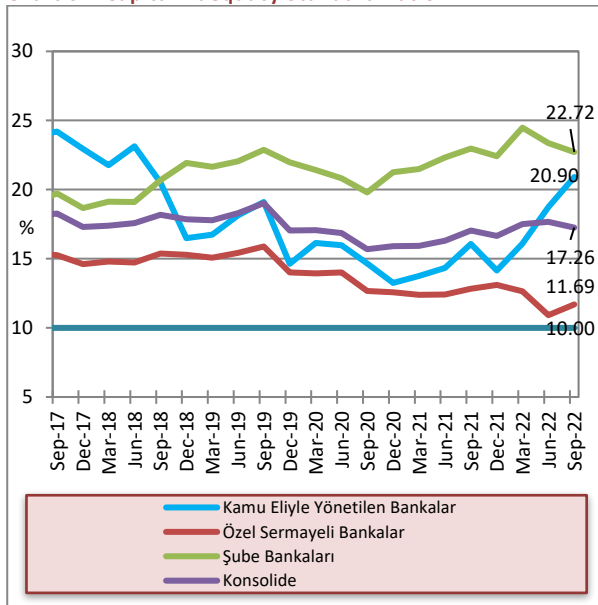
6 FINANCIAL STABILITY ANALYSIS

6.1 CAPITAL ADEQUACY

In the third quarter of 2022, the sector's capital adequacy standard ratio decreased by 0.41 points compared to the previous quarter and declined to 17.26 percent, above the legal limit of 10 percent.

As of September 2022, CASR based on bank groups has been 20.9 percent in public banks, 11.69 percent in private banks and 22.72 percent in branch banks. In June 2022, these ratios were 18.74, 10.92 and 23.36 percent, respectively. Compared to the same period of the previous year, CASR increased by 4.83 points in public banks, 0.25 points in branch banks, while decreased by 1.13 points in private banks as of September 2022.

Chart 6.1 Capital Adequacy Standard Ratio



Source: Central Bank of TRNC

Comparing the risk-weighted assets at the end of September 2022 to the end of June 2022, assets with 0 percent risk weight increased by 34.2 percent, assets with 20 percent risk weight by 14.6 percent, assets with 50 percent risk weight by 22.5 percent, and assets with 100 percent risk weight increased by 22.4 percent. In the period, the total of market risk and operational risk increased by 1,091.2 million TRY and reached 9,471.7 million TRY, compared to the previous period. Total market risk and operational risk of the sector increased by 3,252.3 million TRY in one-year period (September 2021 - September 2022).

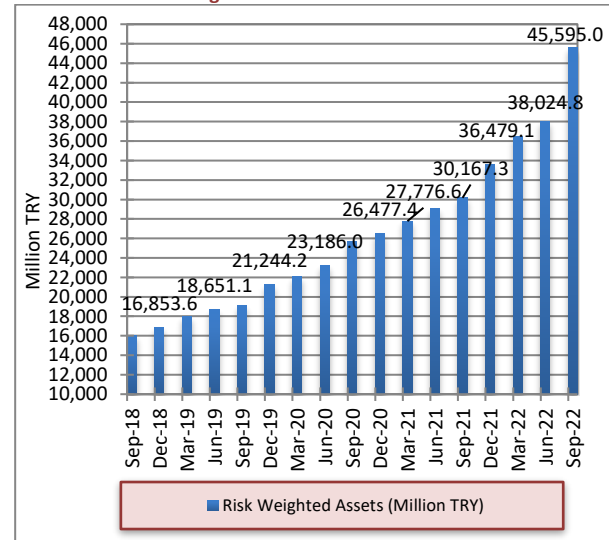
Table 6.1: Risk Weighted Assets (Million TRY)

	Sept. 21	Dec. 21	Mar. 22	Jun. 22	Sept.22	Percentage Change (06/22-09/22)
0 %	24,511.5	25,879.5	32,013.0	35,339.3	47,425.1	34.2
20 %	9,419.4	10,477.4	10,844.0	11,796.2	13,520.1	14.6
50 %	16,335.7	16,964.6	19,390.9	19,632.4	24,057.8	22.5
100 %	13,896.2	15,200	16,390.0	17,468.8	21,390.4	22.4
Market Risk + Operational Risk	6,219.4	7,832.5	8,224.9	8,380.5	9,471.7	13

Source: Central Bank of TRNC

The weighted sum of risk-weighted assets, which amounted to 38,024.8 million TRY as of June 2022, increased by 7,750.21 million TRY at the end of September 2022 and reached 45,595 million TRY. Risk-weighted assets of the sector increased by 51.1 percent in September 2021 - September 2022 period.

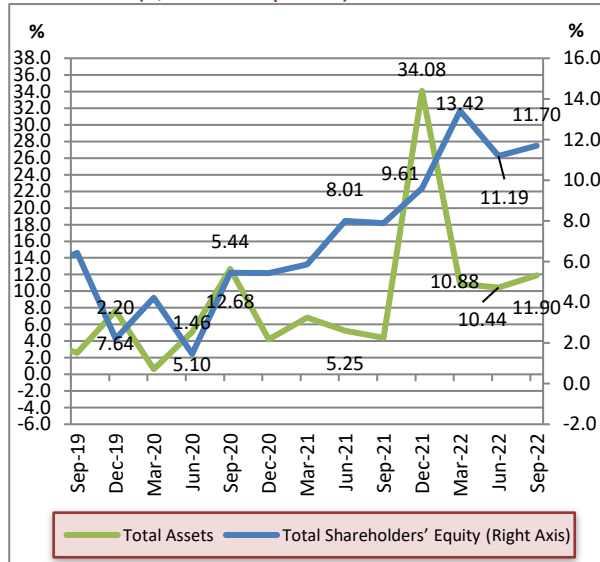
Chart 6.2: Risk-Weighted Assets



Source: Central Bank of TRNC

As of the end of September 2022, total assets increased by 11.9 percent and total shareholders' equity increased by 11.7 percent, compared to June 2022. Total assets and shareholders' equity increased by 83.73 percent and 54.4 percent, respectively, compared to the same period of the previous year.

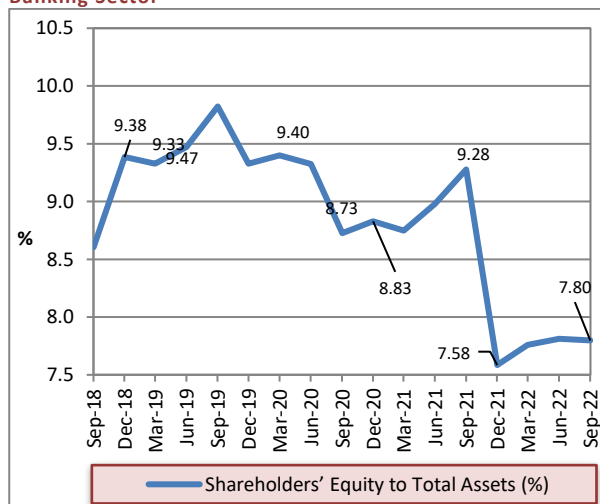
Chart 6.3: Increase Rates in Total Shareholders' Equity and Total Assets (Quarter-on-quarter)



Source: Central Bank of TRNC

The ratio of total shareholders' equity to total assets, which was 9.28 percent in September 2021, decreased to 7.58 percent in December 2021. The ratio of total shareholders' equity to total assets, which started to increase at the end of March 2022, continued to increase in the June 2022 period and reached 7.81 percent, and was 7.8 percent in the September 2022 period.

Chart 6.4: Shareholders' Equity to Total Assets Ratio of Banking Sector

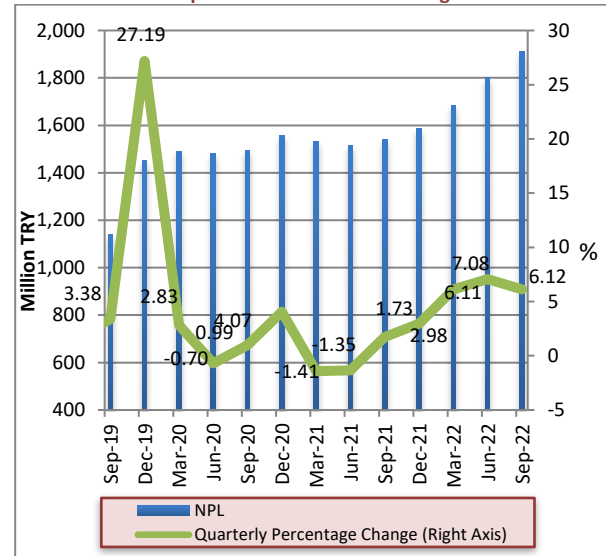


Source: Central Bank of TRNC

6.2 NON-PERFORMING LOANS

Sector's non-performing loans, amounting to 1,801.2 million TRY as of the end of June 2022, increased by 6.12 percent and reached 1,911.4 million TRY as of the end of September 2022. Non-performing loans increased by 24.17 percent, compared to the same period of the previous year.

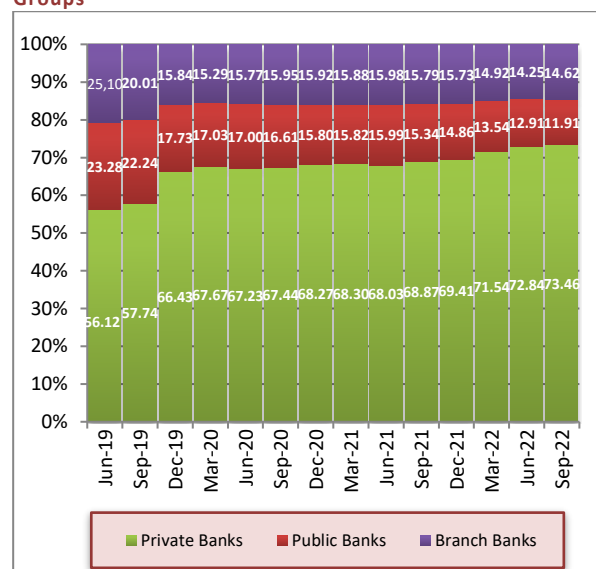
Chart 6.5: Development of Non-Performing Loans



Source: Central Bank of TRNC

As of the end of the third quarter of 2022, it is seen that the share of public banks in total NPL decreased, while the share of branch banks and private banks increased, compared to the previous quarter. Accordingly, in June 2022 - September 2022 period, the share of public banks decreased from 12.91 percent to 11.91 percent, while the share of private banks increased from 72.84 to 73.46 percent, and the share of branch banks increased from 14.25 to 14.62 percent. In September 2021 - September 2022 period, the share of private banks increased from 68.87 to 73.46 percent, while the share of public banks decreased from 15.34 to 11.91 percent, and the share of branch banks from 15.79 to 14.62 percent.

Chart 6.6: Distribution of Non-Performing Loans by Bank Groups



Source: Central Bank of TRNC

In the third quarter of 2022, total assets amounted to 109,134.21 million TRY, total gross loans amounted to 50,868.34 million TRY, NPL amounted to 1,911.41 million TRY and provisions for non-performing loans amounted to 1,117.27 million TRY. Analysed by bank groups, as of September 2022, total assets in public banks are 22,089.59 million TRY, total gross loans are 10,346.6 million TRY, non-performing loans are 227.73 million TRY and provisions for non-performing loans are 221.09 million TRY.

In the private banks, total assets amounts to 49,877.91 million TRY, total gross loans amounts to 26,731.71 million TRY, non-performing loans amounts to 1,404.19 million TRY and provisions for non-performing loans amounts to 666.46 million TRY. Branch banks have total assets of 37,166.71 million TRY, total gross loans of 13,790.03 million TRY, non-performing loans of 279.49 million TRY and provisions for non-performing loans of 229.72 million TRY.

Table 6.2: Development of Various Selected Items by Bank Groups (Million TRY)

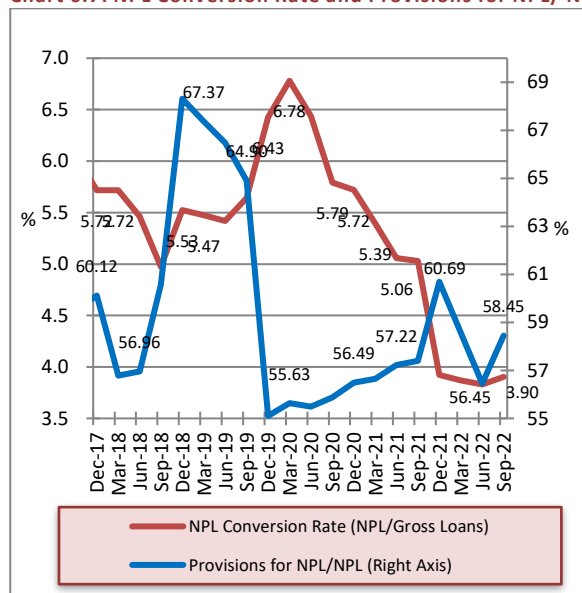
	Total Assets			Total Gross Loans			NPL			Provisions for NPL		
	Mar. 22	Jun. 22	Sept.22	Mar. 22	Jun. 22	Sept.22	Mar. 22	Jun. 22	Sept.22	Mar. 22	Jun. 22	Sept.22
Public Banks	18,949.57	20,444.43	22,089.59	9,474.65	9,972.95	10,346.6	227.75	232.52	227.73	224.29	223.33	221.09
Private Banks	41,434.23	45,695.57	49,877.91	24,054.4	26,007.05	26,731.71	1,203.39	1,312.07	1,404.19	559.42	585.21	666.46
Branch Banks	27,921.87	31,386.67	37,166.71	11,632.88	12,856.33	13,790.03	250.98	256.65	279.49	201.46	208.35	229.72
Total	88,305.67	97,526.67	109,134.21	45,161.93	48,836.33	50,868.34	1,682.12	1,801.24	1,911.41	985.17	1,016.89	1,117.27

Source: Central Bank of TRNC

In September 2022, the NPL conversion ratio, which has been on a downward trend since March 2020, increased slightly to 3.9 percent.

The ratio of provisions for NPL to total NPL, which was 56.45 percent in June 2022, increased by 2 percentage points to 58.45 percent in September 2022.

Chart 6.7: NPL Conversion Rate and Provisions for NPL/ NPL



Source: Central Bank of TRNC

6.3 RETURN ON ASSETS AND RETURN ON EQUITY

Sector's return on assets, which was 2.73 percent at the end of June 2022, increased to 2.89 percent in the third quarter of 2022, return on equity, which was 33.67 percent increased to 37.13 percent and net interest margin from 3.68 percent to 3.72 percent. In the September 2021 - September 2022 period, the sector's return on assets increased from 2.22 to 2.89 percent, return on equity rose from 24.65 to 37.13 percent, while the net interest margin declined from 3.76 to 3.72 percent.

Table 6.3: Return on Assets and Return on Equity and Net Interest Income Ratios (%)

Description	2021		2022		
	Sept.	Dec.	Mar.	Jun.	Sept.
Return on Assets ¹	2.22	2.41	2.46	2.73	2.89
Return on Equity ²	24.65	27.59	29.43	33.67	37.13
Net Interest Margin ³	3.76	3.82	3.69	3.68	3.72

Source: Central Bank of TRNC

¹ Return on Assets: Net Profit / Total Assets

² Return on Equity: Net Profit / Total Shareholders' Equity

³ (Net Interest Margin + Provisions for NPL) / Total Assets

Net Profit: 12-month cumulative total

Total Assets: 12-month average

Total Shareholders' Equity: 12-month average

Net Interest Margin + Provisions for NPL: 12-month cumulative total

ANNEX A. ECONOMIC DECISIONS

Table A.1: Economic Decisions - Central Bank of the TRNC

Title	Notifications, Notices and Executive Board Decisions Published in the Official Gazette	Official Gazette	
	Date	Number	
Credit Cards Monthly Maximum Contractual and Default Interest Rates Change		01.09.2022	200

Table A.2: Economic Decisions - Legislative Regulations

Title	Law/Draft Law/Bill		Official Gazette	
	Date	Number	Date	Number
Statutory Decrees				
Statutory Decree on Signing of the Lease Agreements in Turkish Lira that the State has Signed and/or will Sign as the Lessor	06.07.2022	Ü(K-I)334-2022	08.07.2022	151
Statutory Decree on the Exemption of the Minimum Wage from Income Tax Determined During the Year	19.08.2022	Ü(K-I)533-2022	22.08.2022	187
Statutory Decree on the Premium Payment Support Applicable to Those Insured Under the Social Security Law (September 2022 - December 2022)	30.09.2022	Ü(K-I)867-2022	30.09.2022	229
Statutory Decree on the Premium Payment Support Applicable to Those Insured Under the TRNC Social Insurance Law (September 2022 - December 2022)	30.09.2022	Ü(K-I)868-2022	30.09.2022	229
Regulations				
Regulation on Promoting Local Labour Employment (Amendment No. 3)	03.08.2022	Ü(K-I)415-2022	05.08.2022	172
Regulation on Promoting Local Labour Employment (Amendment No. 4)	24.08.2022	Ü(K-I)585-2022	24.08.2022	192
Regulation on Promoting Local Labour Employment (Amendment No. 5)	30.09.2022	Ü(K-I)866-2022	30.09.2022	229
Draft Laws				
Draft Law on Income Tax (Amendment)			23.09.2022	223

ANNEX B. STATISTICAL DATA

Table B.1: Selected Balance Items (TRY)

Date	Liquid Assets	Loans	Other Assets	Total Assets	Shareholders' Equity	Deposits	Reserve Requirements	Other Liabilities	Total Liabilities
30 Jun. 2018	9,341,542,297	155,660,857	2,673,006	9,499,876,160	439,621,419	3,105,622,819	1,993,912,015	3,960,719,907	9,499,876,160
30 Sept. 2018	11,073,132,669	172,557,057	2,684,160	11,248,373,886	445,771,689	3,717,146,751	2,052,867,163	5,032,588,283	11,248,373,886
31 Dec. 2018	10,499,595,834	61,335,607	294,637,228	10,855,568,669	480,942,598	3,917,979,147	1,885,311,620	4,571,335,304	10,855,568,669
31 Mar. 2019	10,833,216,002	188,417,441	12,142,380	11,033,775,823	565,586,996	4,040,009,260	2,011,711,161	4,416,468,406	11,033,775,823
30 Jun. 2019	11,423,695,382	198,753,741	4,705,193	11,627,154,316	569,937,350	4,264,704,130	2,101,571,020	4,690,941,816	11,627,154,316
30 Sept. 2019	12,024,932,318	188,602,841	99,806,315	12,313,341,474	574,939,219	4,069,005,293	2,134,892,647	5,534,504,315	12,313,341,474
31 Dec. 2019	12,816,365,963	50,103,991	612,537,467	13,479,007,421	589,827,556	4,568,214,697	2,350,769,024	5,970,196,144	13,479,007,421
31 Mar. 2020	12,962,190,610	46,763,724	495,989,949	13,504,944,283	678,679,012	4,579,477,472	2,700,672,024	5,546,115,775	13,504,944,283
30 Jun. 2020	12,855,700,190	46,763,724	19,401,356	12,921,865,270	681,402,724	4,289,003,090	2,889,007,202	5,062,452,254	12,921,865,270
30 Sept. 2020	15,359,430,508	52,012,879	34,655,533	15,446,098,920	682,771,674	5,397,934,136	3,183,661,686	6,181,731,424	15,446,098,920
31 Dec. 2020	16,353,005,072	51,791,967	279,486,590	16,684,283,629	719,302,337	5,468,896,150	2,930,655,027	7,565,430,115	16,684,283,629
31 Mar. 2021	16,798,728,605	248,862,975	346,890,300	17,394,481,880	805,485,172	5,526,562,169	3,175,733,887	7,886,700,652	17,394,481,880
30 Jun. 2021	17,830,514,206	503,423,458	229,660,370	18,563,598,034	809,107,488	5,967,117,859	3,375,004,675	8,412,368,012	18,563,598,034
30 Sept. 2021	18,683,218,651	506,410,606	100,276,879	19,289,906,136	812,450,006	6,265,750,775	3,467,399,688	8,744,305,667	19,289,906,136
31 Dec. 2021	28,446,896,103	507,900,695	298,614,296	29,253,411,094	869,658,488	9,721,281,482	4,920,454,350	13,742,016,774	29,253,411,094
31 Mar. 2022	32,345,744,130	646,476,259	365,432,850	33,456,257,119	876,393,617	10,151,485,553	5,463,456,610	17,841,314,948	33,456,257,119
30 Jun. 2022	37,176,570,412	638,083,191	120,566,875	37,935,220,478	1,020,376,802	11,188,022,664	6,299,116,017	19,427,704,995	37,935,220,478
30 Sept. 2022	42,713,142,726	638,083,191	323,850,699	43,675,076,616	1,040,506,323	10,412,683,315	6,806,071,426	25,415,815,552	43,675,076,616

Source: Central Bank of TRNC

Note: Debts to banks item is included in the total deposits.

Table B.2: Liquid Assets (TRY)

Date	Cash Assets	Gold Deposit	Bank Deposits (TRY)	Bank Deposits (FX)	Foreign Banks	Securities Portfolio	Total
30 Jun. 2018	281,516,845	3,997,999	1,845,209,663	6,467,950,290	0	742,867,500	9,341,542,297
30 Sept. 2018	701,495,845	3,997,999	2,827,946,391	7,539,692,434	0	0	11,073,132,669
31 Dec. 2018	596,636,956	5,503,526	2,886,583,754	6,838,280,699	0	172,590,899	10,499,595,834
31 Mar. 2019	703,356,751	5,503,326	2,788,997,426	7,087,363,508	727,800	247,266,991	10,833,216,002
30 Jun. 2019	684,254,253	5,503,526	2,956,877,407	7,386,165,087	731,140	390,163,969	11,423,695,382
30 Sept. 2019	695,057,549	5,503,526	3,258,721,464	7,319,698,436	90,233,033	655,718,310	12,024,932,318
31 Dec. 2019	604,203,296	7,318,980	3,647,687,308	7,510,965,029	332,867,787	713,323,563	12,816,365,963
31 Mar. 2020	426,840,059	7,318,980	3,537,260,461	7,670,737,329	178,859,125	1,141,174,656	12,962,190,610
30 Jun. 2020	851,174,116	7,318,980	3,480,507,658	6,506,580,011	849,420	2,009,270,005	12,855,700,190
30 Sept. 2020	1,090,478,693	7,318,980	4,181,981,541	6,350,544,980	974,190	3,728,132,124	15,359,430,508
31 Dec. 2020	1,202,513,929	11,245,022	3,875,374,944	6,892,833,367	2,774,707	4,368,263,103	16,353,005,072
31 Mar. 2021	1,367,010,884	11,245,022	3,287,712,637	7,456,678,273	1,126,369	4,674,955,420	16,798,728,605
30 Jun. 2021	1,227,874,023	11,245,022	2,901,751,435	8,723,829,175	1,805,527	4,964,009,024	17,830,514,206
30 Sept. 2021	1,275,430,723	11,245,022	3,293,202,704	8,845,074,138	2,901,848	5,255,364,216	18,683,218,651
31 Dec. 2021	1,476,626,284	19,164,666	4,333,706,334	14,252,288,123	1,759,608	8,363,351,088	28,446,896,103
31 Mar. 2022	2,274,660,042	19,164,666	3,936,440,159	15,643,603,811	1,941,920	10,469,933,532	32,345,744,130
30 Jun. 2022	2,178,866,556	19,164,666	3,621,871,743	19,332,838,535	6,121,030	12,017,707,882	37,176,570,412
30 Sept. 2022	2,179,117,148	19,164,666	5,071,037,194	23,448,416,690	2,024,244	11,993,382,784	42,713,142,726

Source: Central Bank of TRNC

Table B.3: Loans Extended to the Banking Sector by Central Bank of the TRNC (TRY)

Date	Agriculture	Commercial	Industry	Exports	Small Business Owners	Tourism	Education	Total
30 Jun. 2018							6,912,450	6,912,450
30 Sept. 2018							9,112,800	9,112,800
31 Dec. 2018							7,933,350	7,933,350
31 Mar. 2019							8,313,450	8,313,450
30 Jun. 2019							8,649,750	8,649,750
30 Sept. 2019							8,498,850	8,498,850
31 Dec. 2019								-
31 Mar. 2020								-
30 Jun. 2020								-
30 Sept. 2020							5,348,480	5,348,480
31 Dec. 2020							5,028,243	5,028,243
31 Mar. 2021							5,703,310	5,703,310
30 Jun. 2021								-
30 Sept. 2021							3,050,939	3,050,939
31 Dec. 2021							4,477,238	4,477,238
31 Mar. 2022							5,052,801	5,052,801
30 Jun. 2022								-
30 Sept. 2022								-

Source: Central Bank of TRNC

Note: Interest revenue rediscounts are included in the figures.

Table B.4: Deposits and Reserve Requirements in Central Bank of the TRNC (TRY)

Date	Public Deposits		Banks				Other		Total
			A-Deposits		B-Reserve Requirements				
	TRY	FX	TRY	FX	TRY	FX	TRY	FX	
30 Jun.2018	91,040,695	30,311,907	417,186,670	2,414,035,090	768,010,729	1,225,901,286	985,662	152,062,795	5,099,534,834
30 Sept. 2018	62,415,658	80,786,260	405,694,465	3,028,839,065	704,301,812	1,348,565,351	843,643	138,567,660	5,770,013,914
31 Dec. 2018	51,246,900	52,306,160	706,945,906	2,976,986,010	707,399,584	1,177,912,036	1,128,634	129,365,537	5,803,290,767
31 Mar.2019	21,273,436	50,459,675	494,142,152	3,283,867,588	730,743,668	1,280,967,493	902,785	189,363,624	6,051,720,421
30 Jun. 2019	19,926,492	44,079,068	379,912,114	3,621,457,724	748,007,362	1,353,563,658	905,629	198,423,103	6,366,275,150
30 Sept. 2019	355,937,954	80,590,555	352,615,354	3,112,598,004	789,935,711	1,344,956,936	1,011,763	166,251,663	6,203,897,940
31 Dec. 2019	61,510,327	60,554,852	766,047,422	3,522,339,747	853,421,489	1,497,347,535	1,737,248	156,025,101	6,918,983,721
31 Mar.2020	107,123,252	51,809,876	678,036,718	3,591,165,501	994,608,788	1,706,063,236	659,161	150,682,964	7,280,149,496
30 Jun. 2020	77,668,999	56,092,776	515,562,626	3,480,903,245	1,013,971,938	1,875,035,264	1,701,088	157,074,356	7,178,010,292
30 Sept. 2020	608,951,094	106,926,073	444,078,224	4,005,388,538	1,035,786,158	2,147,875,528	9,859,691	222,730,516	8,581,595,822
31 Dec. 2020	163,030,306	119,763,224	531,265,922	4,415,759,693	719,232,331	2,211,422,696	1,610,324	237,466,681	8,399,551,177
31 Mar. 2021	255,979,686	127,402,881	285,791,270	4,623,867,268	771,146,280	2,404,587,607	1,089,834	232,431,230	8,702,296,056
30 Jun. 2021	261,056,741	35,972,553	394,225,884	5,059,854,514	748,207,492	2,626,797,183	980,548	215,027,619	9,342,122,534
30 Sept. 2021	171,032,010	65,562,055	316,251,507	5,489,398,381	779,590,602	2,687,809,086	1,008,384	222,498,438	9,733,150,463
31 Dec. 2021	437,260,828	130,405,212	538,918,736	8,286,203,149	843,990,800	4,076,463,550	1,660,347	326,883,210	14,641,735,832
31 Mar. 2022	41,542,335	92,913,386	495,011,173	9,067,846,046	833,032,028	4,630,424,590	1,551,349	452,621,264	15,614,942,171
30 Jun. 2022	354,330,162	218,014,445	469,507,592	10,052,121,471	874,683,337	5,424,432,680	681,372	93,367,622	17,487,138,681
30 Sept. 2022	136,327,273	55,563,696	724,175,129	9,369,188,294	1,099,864,495	5,706,206,931	1,612,439	125,816,464	17,218,754,741

Source: Central Bank of TRNC

Table B.5: Exchange Rates (End of month)

Years	Months	USD		EURO		GBP	
		Buying	Selling	Buying	Selling	Buying	Selling
2014		2.3189	2.3230	2.8207	2.8258	3.5961	3.6149
2015		2.9076	2.9128	3.1776	3.1833	4.3007	4.3231
2016		3.5192	3.5255	3.7099	3.7166	4.3189	4.3414
2017		3.7719	3.7787	4.5155	4.5237	5.0803	5.1068
2018		5.2609	5.2704	6.0280	6.0388	6.6528	6.6875
2019		5.9402	5.9509	6.6506	6.6625	7.7765	7.8171
2020		7.3405	7.3537	9.0079	9.0241	9.9438	9.9957
2021		12.9775	13.0009	14.6823	14.7088	17.4530	17.5440
2022	1	13.6066	13.6310	15.1536	15.1809	18.1861	18.2809
	2	14.0395	14.0648	15.7097	15.7380	18.7694	18.8673
	3	14.6458	14.6722	16.3086	16.3380	19.2129	19.3130
	4	14.7852	14.8118	15.6139	15.6420	18.5317	18.6283
	5	16.3562	16.3857	17.6019	17.6336	20.6338	20.7414
	6	16.6690	16.6991	17.5221	17.5536	20.2527	20.3583
	7	17.8939	17.9261	18.2977	18.3307	21.7670	21.8805
	8	18.1648	18.1975	18.0933	18.1259	21.1799	21.2903
	9	18.5038	18.5371	17.9232	17.9555	19.9995	20.1038

Source: Central Bank of TRNC

Table B.6: Cross Rates

Years	Months	Foreign Currency / USD	
		£	€
2013		1.6480	1.3759
2014		1.5535	1.2164
2015		1.4817	1.0929
2016		1.2293	1.0542
2017		1.3492	1.1972
2018		1.2667	1.1458
2019		1.3114	1.1196
2020		1.3570	1.2272
2021		1.3472	1.1314
2022	1	1.3388	1.1137
	2	1.3392	1.1190
	3	1.3141	1.1135
	4	1.2555	1.0561
	5	1.2637	1.0762
	6	1.2171	1.0512
	7	1.2185	1.0226
	8	1.1680	0.9961
	9	1.0827	0.9686

Source: Central Bank of TRNC

Table B.7: Interest Rates Applied to Turkish Lira and Foreign Currency Deposits by Central Bank of the TRNC (%)

Effective Date	Currency				Board Decision		Official Gazette	
	TRY	\$	€	£				
	Demand	Demand	Demand	Demand	Date	Number	Date	Number
01.09.2013	4.00	0.05	0.75	0.50	22.08.2013	853	29.08.2013	138
03.02.2014	5.00	0.25	0.75	0.50	30.01.2014	869	04.02.2014	26
01.04.2014	7.00	0.25	0.75	0.50	20.03.2014	876	27.03.2014	70
01.03.2015	6.50	0.25	0.25	0.50	10.02.2015	900	17.02.2015	25
03.04.2017	7.00	0.40	0.25	0.50	23.03.2017	947	03.04.2017	61
05.06.2018	11.00	0.40	0.25	0.50	04.06.2018	998	11.06.2018	89
25.06.2018	11.00	0.75	0.25	0.50	21.06.2018	1001	02.07.2018	102
24.09.2018	17.25	1.00	0.25	0.50	20.09.2018	1014	26.09.2018	140
29.07.2019	13.25	1.00	0.125	0.25	26.07.2019	1046	29.07.2019	107
16.09.2019	10.00	1.00	0.125	0.25	12.09.2019	1054	16.09.2019	128
28.10.2019	8.50	1.00	0.125	0.25	25.10.2019	1059	28.10.2019	153
16.12.2019	7.25	0.75	0.05	0.125	13.12.2019	1069	16.12.2019	178
20.01.2020	6.75	0.50	0.05	0.125	17.01.2020	1076	20.01.2020	12
24.02.2020	6.50	0.50	0.05	0.125	20.02.2020	1081	24.02.2020	29
11.03.2020	6.50	0.25	0.05	0.125	10.03.2020	1087	11.03.2020	37
04.05.2020	5.00	0.25	0.05	0.125	30.04.2020	1099	04.05.2020	77
24.08.2020	6.75	0.40	0.15	0.25	20.08.2020	1125	24.08.2020	158
01.10.2020	8.25	0.60	0.25	0.30	30.09.2020	1143	01.10.2020	188
20.11.2020	11.50	0.60	0.25	0.30	19.11.2020	1158	20.11.2020	214
25.12.2020	13.75	0.60	0.25	0.30	24.12.2020	1168	25.12.2020	235
19.02.2021	13.75	0.40	0.15	0.20	17.02.2021	1178	19.02.2021	40
02.04.2021	15.25	0.40	0.15	0.20	01.04.2021	1190	02.04.2021	75
28.10.2021	12.75	0.40	0.15	0.20	27.10.2021	1233	27.10.2021	237
20.05.2022	12.75	0.50	0.25	0.30	17.05.2022	1276	20.05.2022	99
23.06.2022	13.75	1.00	0.50	0.60	22.06.2022	1280	23.06.2022	128

Source: Central Bank of TRNC

Note: Interest rates applied to Turkish Lira and foreign currency deposits are also valid for time deposits.

Table B.8: Interest Rates Applied to Reserve Requirements by Central Bank of the TRNC (%)

Effective Date	Currency				Board Decision		Official Gazette	
	TRY	\$	€	£	Date	Number	Date	Number
16.10.2009					16.10.2009	742	22.10.2009	182
07.12.2009					04.12.2009	750	15.12.2009	211
01.01.2013					20.12.2012	836	21.12.2012	212
01.06.2013					09.05.2013	849	16.05.2013	85
01.03.2015					10.02.2015	899	17.02.2015	25
01.02.2018					25.01.2018	979	31.01.2018	9
05.06.2018					04.06.2018	998	11.06.2018	89
25.06.2018					21.06.2018	1001	02.07.2018	102
15.08.2018					14.08.2018	1004	31.08.2018	127
24.09.2018					20.09.2018	1014	26.09.2018	140
29.07.2019					26.07.2019	1046	29.07.2019	107
16.09.2019					12.09.2019	1054	16.09.2019	128
28.10.2019					25.10.2019	1059	28.10.2019	153
16.12.2019					13.12.2019	1069	16.12.2019	178
24.02.2020					20.02.2020	1081	24.02.2020	29
11.03.2020					10.03.2020	1087	11.03.2020	37
04.05.2020					30.04.2020	1099	04.05.2020	77
24.08.2020					20.08.2020	1125	24.08.2020	158
01.10.2020					30.09.2020	1143	01.10.2020	188
20.11.2020					19.11.2020	1158	20.11.2020	214
25.12.2020					24.12.2020	1168	25.12.2020	235
19.02.2021					17.02.2021	1178	19.02.2021	40
02.04.2021					01.04.2021	1190	02.04.2021	75
28.10.2021					27.10.2021	1233	27.10.2021	237
20.05.2022					17.05.2022	1276	20.05.2022	99
23.06.2022					22.06.2022	1280	23.06.2022	128

Source: Central Bank of TRNC

Table B.9: Rediscount Interest Rates (%)

Currency																	
Effective Date	TRY					\$				€				£			
	Trad.	Ind. Tourism Agri. Edu.	Exp.	SB	Advances Against FX	Trad.	Ind. Tourism Edu.	Exp.	Advances Against FX	Trad.	Ind. Tourism Edu.	Exp.	Advances Against FX	Trad.	Ind. Tourism Edu.	Exp.	Advances Against FX
29.12.08	22	19	19	18	19	5	5	5	5	5	5	5	5	5	5	5	5
02.03.09	20	17	17	16	16	4	4	4	4	4	4	4	4	4	4	4	4
25.06.09	17	15	15	14	14	4	4	4	4	4	4	4	4	4	4	4	4
27.12.10	14	12	12	11	11	4	4	4	4	4	4	4	4	4	4	4	4
01.01.13	11	8	8	8	8	4	4	4	4	4	4	4	4	4	4	4	4
01.06.13	11	7	7	7	7	4	4	4	4	4	4	4	4	4	4	4	4
05.06.18	17.5	14.5	14.5	13.5	13.5	4	4	4	4	4	4	4	4	4	4	4	4
24.09.18	23.75	20.75	20.75	19.75	19.75	4	4	4	4	4	4	4	4	4	4	4	4
29.07.19	19.50	16.50	16.50	15.50	15.50	4	4	4	4	4	4	4	4	4	4	4	4
16.09.19	16.50	13.50	13.50	12.50	12.50	4	4	4	4	4	4	4	4	4	4	4	4
28.10.19	15.00	12.00	12.00	11.00	11.00	4	4	4	4	4	4	4	4	4	4	4	4
16.12.19	13.00	10.00	10.00	9.00	10.50	4	4	4	4	4	4	4	4	4	4	4	4
20.01.20	12.50	9.50	9.50	8.50	10.00	4	4	4	4	4	4	4	4	4	4	4	4
24.02.20	12.25	9.25	9.25	8.25	9.75	4	4	4	4	4	4	4	4	4	4	4	4
04.05.20	10.75	8.00	8.00	7.00	8.25	4	4	4	4	4	4	4	4	4	4	4	4
24.08.20	12.75	10.00	10.00	9.00	10.50	4	4	4	4	4	4	4	4	4	4	4	4
20.11.20	17.75	15.00	15.00	14.00	14.00	4	4	4	4	4	4	4	4	4	4	4	4
25.12.20	20.00	17.25	17.25	16.25	16.50	4	4	4	4	4	4	4	4	4	4	4	4
02.04.21	21.50	18.75	18.75	17.75	18.00	4	4	4	4	4	4	4	4	4	4	4	4
28.10.21	19.00	16.25	16.25	15.25	16.00	4	4	4	4	4	4	4	4	4	4	4	4
23.06.22	20.00	17.25	17.25	16.25	16.50	4	4	4	4	4	4	4	4	4	4	4	4

Source: Central Bank of TRNC

Table B.10: Reserve Requirements Ratios (%)

Effective Date	Turkish Lira and Foreign Currency Liabilities					Precious Metal Liabilities	Board Decision	
	Other Liabilities Excluding Deposits	Deposits with up to 3-month maturity	Deposits with 3 to 6-month maturity	Deposits with 6-month to 1-year maturity	Deposits with over 1-year maturity	General	Date	Number
28.02.2014	8	8	7	6	5	0	30.01.2014	872
15.08.2018	7	7	6	5	4	0	14.08.2018	1005
31.12.2019	7.25	7.25	6.25	5.25	4.25	0	27.12.2019	1072
31.01.2020	7.50	7.50	6.50	5.50	4.50	0	27.12.2019	1072
29.02.2020	7.75	7.75	6.75	5.75	4.75	0	27.12.2019	1072
31.03.2020	8	8	7	6	5	0	27.12.2019	1072

Source: Central Bank of TRNC

Table B.11: Dishonoured Cheques

Years	Months	People Restrained from Using Cheque Books (Number of persons)	
		Monthly Total	Cumulative Total
2012			3,842
2013			2,910
2014			3,366
2015			3,699
2016			2,977
2017			2,469
2018			2,374
2019			2,166
2020			1,633
2021			1,356
2022	1	90	90
	2	88	178
	3	89	267
	4	75	342
	5	58	400
	6	49	449
	7	56	505
	8	54	559
	9	53	612

Source: Central Bank of TRNC

Table B.12: Electronic Payment System Transactions - Based on Payment Channel (Number)

	Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
Branch	TRY	13,683	13,975	15,362	15,311	13,922	15,409	13,491	15,392	16,846			
	USD	870	874	1,077	1,007	849	1,173	948	1,109	1,296			
	EUR	967	954	1,039	975	942	1,186	968	1,071	1,277			
	GBP	977	1,055	1,234	1,258	1,153	1,408	1,174	1,471	1,716			
Internet Banking	TRY	19,717	19,791	23,139	23,660	20,464	23,679	21,486	24,076	26,349			
	USD	561	603	833	822	763	968	794	1,033	1,087			
	EUR	599	650	744	728	719	850	769	800	1,033			
	GBP	599	650	744	728	719	850	1,045	1,280	1,559			
Other	TRY	1,079	1,178	1,319	1,496	1,105	1,625	1,481	1,835	1,869			
	USD	8	10	11	15	17	16	13	14	29			
	EUR	10	11	11	7	7	19	12	13	26			
	GBP	19	9	17	15	18	39	38	57	53			
Total	TRY	34,479	34,944	39,820	40,467	35,491	40,713	36,458	41,303	45,064			
	USD	1,439	1,487	1,921	1,844	1,629	2,157	1,755	2,156	2,412			
	EUR	1,576	1,615	1,794	1,710	1,668	2,055	1,749	1,884	2,336			
	GBP	1,844	1,982	2,292	2,358	2,251	2,705	2,257	2,808	3,328			

Branch: Consists of 2 items as participant based and branch.

Other: The sum of transactions made through ATM, telephone banking, mobile banking and other payment channels.

Table B.13: Electronic Payment System Transactions - Based on Payment Channel (Amount)

	Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
Branch	TRY	3.353.998.610	2.962.681.649	3.814.332.459	3.968.141.430	4.643.106.166	4.392.482.821	4.727.424.926	5.757.875.965	6.496.406.495			
	USD	55.951.845	66.300.915	64.084.520	74.509.108	65.314.569	92.108.711	65.046.744	79.704.536	94.466.965			
	EUR	33.717.153	36.694.303	43.582.562	39.927.251	38.927.004	45.091.683	49.013.468	42.938.671	74.788.289			
	GBP	28.121.098	35.090.248	44.130.160	47.865.516	36.790.341	52.382.069	45.255.787	45.563.734	71.301.978			
Internet Banking	TRY	462.591.499	482.479.812	610.175.966	650.563.676	616.965.812	767.359.717	733.189.809	902.962.957	991.132.484			
	USD	4.895.901	4.698.947	7.213.450	7.629.432	7.415.044	7.602.231	7.119.919	9.721.799	11.811.411			
	EUR	4.475.278	6.375.522	6.758.800	6.952.428	7.028.125	7.423.011	6.161.472	5.971.441	8.278.961			
	GBP	3.644.475	3.770.588	4.715.016	5.527.714	4.958.293	6.004.870	5.281.583	6.838.576	9.630.018			
Other	TRY	9.673.756	11.185.001	13.321.938	15.476.194	10.918.706	17.425.667	16.395.053	26.447.919	23.429.664			
	USD	23.364	21.438	28.223	28.101	42.327	34.482	30.332	40.909	54.781			
	EUR	16.546	15.618	23.538	9.662	8.567	50.524	32.446	21.596	60.340			
	GBP	36.470	13.915	30.401	20.192	30.604	129.768	71.412	144.387	107.251			
Total	TRY	3.826.263.865	3.456.346.462	4.437.830.362	4.634.181.300	5.270.990.684	5.177.268.204	5.477.009.788	6.687.286.841	7.510.968.643			
	USD	60.871.110	71.021.300	71.326.192	82.166.640	72.771.940	99.745.424	72.196.995	89.467.244	106.333.157			
	EUR	38.208.977	43.085.443	50.364.900	46.889.340	45.963.695	52.565.217	55.207.387	48.931.709	83.127.590			
	GBP	31.802.043	38.874.752	48.875.577	53.413.422	41.779.237	58.516.706	50.608.783	52.546.697	81.039.247			

Branch: Consists of 2 items as participant based and branch.

Other: The sum of transactions made through ATM, telephone banking, mobile banking and other payment channels.

Table B.14: Cheques Submitted to the TRNC Clearing House (Number)

Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
TRY	105,504	99,127	111,538	100,303	113,334	111,789	97,317	115,029	109,699			
USD	2,426	2,638	3,099	2,742	3,312	3,316	2,821	3,691	3,342			
EUR	1,399	1,401	1,683	1,475	1,818	1,829	1,572	2,042	1,974			
GBP	1,603	1,618	2,060	1,934	2,121	2,318	1,937	2,457	2,549			

Source: Central Bank of TRNC

Table B.15: Cheques Submitted to the TRNC Clearing House (Amount)

Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
TRY	2,047,242,396	2,021,050,828	2,535,530,194	2,465,346,038	2,964,840,699	3,274,034,462	3,181,218,334	3,846,164,957	4,056,953,551			
USD	18,184,154	16,730,845	25,646,255	19,483,469	23,848,951	25,395,446	25,382,218	30,418,681	24,868,515			
EUR	8,981,479	8,687,361	12,902,197	13,472,378	15,130,127	15,338,870	11,212,593	12,946,883	16,659,380			
GBP	24,370,458	26,519,157	39,039,377	37,747,583	38,386,560	50,620,690	35,963,246	56,199,976	56,427,741			

Source: Central Bank of TRNC

Table B.16: Cheques Returned to the TRNC Clearing House (Number)

Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
TRY	971	1,017	1,360	1,015	1,157	942	1,062	912	975			
USD	68	67	81	61	70	61	75	74	76			
EUR	30	34	35	25	41	32	35	37	22			
GBP	72	65	79	53	52	50	56	67	44			

Source: Central Bank of TRNC

Table B.17: Cheques Returned to the TRNC Clearing House (Amount)

Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
TRY	41,558,230	39,877,726	59,264,393	39,858,166	45,990,365	49,328,989	57,186,941	54,974,019	53,251,939			
USD	685,005	1,101,351	3,240,387	924,143	847,870	1,282,489	1,201,697	2,557,538	963,909			
EUR	596,723	362,057	435,115	332,221	302,439	450,180	271,252	408,554	189,698			
GBP	1,317,790	824,494	1,154,460	1,180,777	1,065,972	1,025,100	496,186	1,359,825	2,638,962			

Source: Central Bank of TRNC

Table B.18: Dishonoured Cheques as of the End of Month (Number)

	Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
Number of Legal Person Cheques	TRY	15,197	15,222	15,272	15,306	15,359	15,386	15,414	15,399	15,407			
Number of Natural Person Cheques		14,727	14,778	14,762	14,780	14,800	14,842	14,873	14,886	14,911			
Total Number of Cheques		29,924	30,000	30,034	30,086	30,159	30,228	30,287	30,285	30,318			
Number of Legal Person Cheques	USD	1,172	1,175	1,178	1,183	1,185	1,184	1,185	1,175	1,177			
Number of Natural Person Cheques		226	227	228	230	230	233	236	237	234			
Total Number of Cheques		1,398	1,402	1,406	1,413	1,415	1,417	1,421	1,412	1,411			
Number of Legal Person Cheques	EUR	934	937	938	941	942	942	942	941	942			
Number of Natural Person Cheques		202	202	202	202	202	202	201	201	201			
Total Number of Cheques		1,136	1,139	1,140	1,143	1,144	1,144	1,143	1,142	1,143			
Number of Legal Person Cheques	GBP	1,592	1,595	1,607	1,617	1,623	1,626	1,631	1,630	1,633			
Number of Natural Person Cheques		729	730	737	738	739	740	741	739	740			
Total Number of Cheques		2,321	2,325	2,344	2,355	2,362	2,366	2,372	2,369	2,373			

Source: Central Bank of TRNC

Table B.19: Dishonoured Cheques as of the End of Month (Amount)

	Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
Legal Person Cheques - Total Amount	TRY	403,350,986	405,924,512	409,046,830	409,481,683	410,910,611	413,613,898	413,636,981	413,730,780	414,148,552			
Natural Person Cheques - Total Amount		312,319,210	313,918,428	314,035,915	315,404,323	316,194,859	318,098,780	320,393,342	321,617,302	323,410,772			
Total Amount of Cheques		715,670,196	719,842,940	723,082,744	724,886,006	727,105,470	731,712,678	734,030,323	735,348,082	737,559,324			
Legal Person Cheques - Total Amount	USD	23,621,112	23,717,881	23,751,673	25,170,690	25,182,190	25,174,690	25,179,190	24,972,126	24,979,626			
Natural Person Cheques - Total Amount		2,407,806	2,409,641	2,423,641	2,428,491	2,428,491	2,451,111	2,527,411	2,531,211	2,487,264			
Total Amount of Cheques		26,028,919	26,127,523	26,175,315	27,599,182	27,610,682	27,625,802	27,706,602	27,503,338	27,466,890			
Legal Person Cheques - Total Amount	EUR	17.356.783	17.416.783	17.467.393	17.539.003	17.589.613	17.589.613	17.589.613	17.579.363	17.595.363			
Natural Person Cheques - Total Amount		1.275.740	1.275.740	1.275.740	1.275.740	1.275.740	1.275.740	1.270.740	1.270.740	1.270.740			
Total Amount of Cheques		18.632.523	18.692.523	18.743.133	18.814.743	18.865.353	18.865.353	18.860.353	18.850.103	18.866.103			
Legal Person Cheques - Total Amount	GBP	35.710.765	35.780.605	35.942.492	36.591.737	36.665.782	36.885.282	36.923.591	36.895.971	36.964.876			
Natural Person Cheques - Total Amount		9.467.830	9.552.830	9.720.030	9.805.030	9.895.030	10.002.030	10.006.615	9.803.315	10.903.315			
Total Amount of Cheques		45.178.595	45.333.435	45.662.522	46.396.767	46.560.812	46.887.312	46.930.206	46.699.286	47.868.191			

Source: Central Bank of TRNC

Table B.20: Banking Sector Assets/Liabilities (Million TRY)

Date	Cash and Cash Equivalents	Securities Portfolio	Reserve Ratio on Deposits	Gross Loans	Provisions for Non-Performing Loans	Other	Total Assets	Deposits	Other	Shareholders' Equity	Total Liabilities
31 Dec. 2018	9,940.9	2,043.4	1,886.4	18,906.1	-713.5	916.9	32,980.2	26,441.8	3,443.3	3,095.1	32,980.2
31 Mar. 2019	10,792.8	2,255.0	2,017.1	19,823.9	-731.1	1,295.1	35,452.8	28,449.2	3,699.9	3,303.7	35,452.8
30 Jun. 2019	11,354.1	2,184.8	2,093.5	20,347.3	-733.0	1,647.8	36,894.5	29,572.1	3,828.3	3,494.1	36,894.5
30 Sept. 2019	12,151.4	2,223.0	2,120.9	20,200.3	-740.0	1,899.8	37,855.4	30,224.8	3,912.1	3,718.5	37,855.4
31 Dec. 2019	13,277.3	2,124.5	2,348.6	22,557.9	-799.0	1,239.2	40,748.5	32,837.3	4,110.8	3,800.4	40,748.5
31 Mar. 2020	12,455.7	2,503.8	2,755.9	23,475.6	-829.5	1,639.7	42,001.2	34,244.8	3,947.9	3,808.5	42,001.2
30 Jun. 2020	11,800.6	3,078.5	2,871.9	24,487.2	-821.6	1,674.2	43,090.8	35,247.1	4,018.5	3,825.2	43,090.8
30 Sept. 2020	13,556.6	3,498.0	3,215.1	27,305.2	-835.4	1,817.2	48,556.7	40,117.0	4,237.1	4,202.6	48,556.7
31 Dec. 2020	14,761.7	3,546.4	2,953.0	28,758.3	-879.0	1,460.9	50,601.3	41,787.6	4,467.4	4,346.3	50,601.3
31 Mar. 2021	15,794.1	3,960.0	3,261.0	29,969.3	-869.0	1,936.6	54,052.0	44,774.9	4,547.8	4,729.3	54,052.0
30 Jun. 2021	16,290.4	4,385.5	3,356.2	31,432.4	-865.8	2,293.6	56,892.3	46,859.3	4,925.0	5,108.0	56,892.3
30 Sept. 2021	17,307.8	4,631.1	3,492.7	32,151.5	-883.6	2,700.1	59,399.6	48,804.6	5,083.8	5,511.2	59,399.6
31 Dec. 2021	24,213.2	6,838.7	4,955.2	42,006.0	-962.0	2,591.9	79,643.0	66,179.1	7,423.0	6,040.9	79,643.0
31 Mar. 2022	27,036.1	8,405.2	5,439.3	45,161.9	-985.2	3,248.4	88,305.7	73,368.1	4,547.8	8,086.3	88,305.7
30 Jun. 2022	30,404.8	9,786.2	6,038.5	48,836.3	-1,016.9	3,477.8	97,526.7	80,962.9	8,945.9	7,617.9	97,526.7
30 Sept. 2022	35,986.0	12,224.6	6,870.7	50,868.3	-1,117.3	4,301.9	109,134.2	90,576.0	10,049.0	8,509.2	109,134.2

Source: Central Bank of TRNC

Table B.21: Loans (Total) - By Types (Million TRY)

Date	Discount Loans	Export Loans	Import Loans	Export Guaranteed Investment Loans	Other Investment Loans	Business Loans	Directed Loans	Loans of Funds Originated	Consumer Loans	Credit Cards	Loans to Purchase Security for Customers	Loans Extended by Central Bank of the TRNC	Loans Extended Through Central Bank of the TRNC	Other Loans	Total
31 Dec. 2018	236.6	2,9	3.8	0.0	98.0	11,285.8	32.7	19.2	4,524.6	457.3	0.5	7.9	0.0	1,192.2	17,861.5
31 Mar. 2019	254.5	2.4	3.9	0.0	100.6	11,896.4	38.4	20.2	4,672.6	452.9	0.4	8.3	0.0	1,288.0	18,738.6
30 Jun. 2019	250.3	0.9	4.2	0.0	96.9	12,364.5	37.2	20.8	4,685.9	493.2	0.3	8.7	0.0	1,281.7	19,244.6
30 Sept. 2019	243.0	1.9	3.8	0.0	89.5	12,274.1	32.8	20.7	4,631.6	541.6	0.0	8.4	0.0	1,212.9	19,060.3
31 Dec. 2019	268.4	1.7	4.2	0.0	124.7	13,782.8	40.6	21.5	5,075.2	556.6	0.1	0.0	0.0	1,232.0	21,107.8
31 Mar. 2020	293.9	1.3	4.5	0.0	126.5	14,145.7	43.3	23.1	5,353.7	508.8	0.0	0.0	0.0	1,483.8	21,984.6
30 Jun. 2020	183.2	0.7	4.7	0.0	131.2	14,815.7	64.8	23.7	5,629.1	576.5	0.0	0.0	0.0	1,577.1	23,006.7
30 Sept. 2020	217.1	0.3	5.2	0.0	173.2	16,623.8	73.5	26.0	6,288.5	639.6	0.0	5.4	0.0	1,757.7	25,810.2
31 Dec. 2020	263.3	0.0	5.4	73.4	208.6	18,868.7	87.2	24.8	6,329.0	703.4	0.0	5.0	0.0	633,6	27,202.4
31 Mar. 2021	296.3	0.0	5,6	81.8	216.4	19,929.9	94.2	27.3	6,512.4	687.2	0.2	5,7	0.0	578.4	28,435.4
30 Jun. 2021	335.1	0.0	5,7	86.2	221.9	20,909.0	98.8	28.4	6,757.2	837.6	0.0	0.0	0.0	639.3	29,919.2
30 Sept. 2021	381.9	0.0	5,7	87.8	214.9	21,525.5	92.8	28.9	6,650.9	909.4	0.0	3.1	0.0	711.2	30,612.1
31 Dec. 2021	564.5	0.0	0.7	130.4	293.7	30,433.5	95.2	38.9	7,472.4	1,004.6	0.0	4.5	0.0	382.4	40,420.8
31 Mar. 2021	673.3	0.0	0.8	145.3	312.5	32,764.9	109.1	45	7,727.5	1,049.3	0.1	5.1	0.0	647.2	43,479.8
30 Jun. 2022	796.0	0.0	0.8	297.4	275.3	35,361.6	102.9	50.3	8,175.0	1,320.1	0.1	0.0	0.0	655.6	47,035.1
30 Sept. 2022	901.9	13.0	0.9	329.9	286.9	36,259.2	113.4	55.3	8,606.6	1,504.1	0.1	0.0	0.0	885.6	48,956.9

Source: Central Bank of TRNC

Table B.22: Loans (TP) – By Types (Million TRY)

Date	Discount Loans	Export Loans	Import Loans	Export Guaranteed Investment Loans	Other Investment Loans	Business Loans	Directed Loans	Loans of Funds Originated	Consumer Loans	Credit Cards	Loans to Purchase Security for Customers	Loans Extended by Central Bank of the TRNC	Loans Extended Through Central Bank of the TRNC	Other Loans	Total
31 Dec. 2018	170.5	2,9	0.1	0.0	58.5	4,700.1	32.7	4.3	2,548.2	454.4	0.4	0.0	0.0	670.9	8,643.1
31 Mar. 2019	168.7	2.4	0.1	0.0	59.6	4,753.7	38.4	4.3	2,567.0	450.1	0.3	0.0	0.0	772.6	8,817.2
30 Jun. 2019	158.7	0.9	0.1	0.0	56.4	4,873.0	37.2	4.5	2,608.4	489.7	0.3	0.0	0.0	762.3	8,991.5
30 Sept. 2019	151.5	1.9	0.1	0.0	51.3	4,915.3	32.8	4.8	2,666.9	537.7	0.0	0.0	0.0	746.1	9,108.4
31 Dec. 2019	172.3	1.7	0.1	0.0	46.6	5,580.3	40.6	4.7	2,906.8	552.0	0.1	0.0	0.0	667.6	9,972.8
31 Mar. 2020	182.0	1.3	0.1	0.0	42.6	5,537.4	43.3	4.5	3,156.0	506.1	0.0	0.0	0.0	766.5	10,239.8
30 Jun. 2020	96.6	0.8	0.1	0.0	40.9	5,738.4	64.8	4.3	3,326.6	574.8	0.0	0.0	0.0	874.6	10,721.9
30 Sept. 2020	121.9	0.3	0.1	0.0	36.9	6,332.7	73.5	4.0	3,702.6	637.1	0.0	0.0	0.0	991.5	11,900.6
31 Dec. 2020	156.8	0.0	0.0	0.0	32.2	8,155.9	87.2	4.0	3,808.2	701.4	0.0	0.0	0.0	394.9	13,340.6
31 Mar. 2021	166.6	0.0	0.0	0.0	28.6	7,999.3	94.2	3.8	3,762.6	685.1	0.2	0.0	0.0	308.9	13,049.3
30 Jun. 2021	192.2	0.0	0.0	0.0	26.3	7,978.6	98.8	3.8	3,830.0	834.4	0.0	0.0	0.0	323.3	13,287.4
30 Sept. 2021	239.5	0.0	0.0	0.0	22.8	8,181.4	92.8	3.7	3,884.7	904.9	0.0	0.0	0.0	379.0	13,708.8
31 Dec. 2021	296.4	0.0	0.0	0.0	22.4	9,568.8	95.2	3.7	3,987.3	1,000.1	0.0	0.0	0.0	256.4	15,230.3
31 Mar. 2022	360.5	0.0	0.0	0.0	18.7	9,813.4	109.1	3.4	4,067.8	1,043.4	0.0	0.0	0.0	439.4	15,855.6
30 Jun. 2022	452.5	0.0	0.0	0.0	16.9	10,410.4	102.9	3.3	4,389.6	1,311.8	0.1	0.0	0.0	419.8	17,107.3
30 Sept. 2022	550.6	13.0	0.0	0.0	12.8	10,670.5	113.4	2,8	4,864.1	1,491.3	0.1	0.0	0.0	554.0	18,272.6

Source: Central Bank of TRNC

Table B.23: Loans (FX) - By Types (Million TRY)

Date	Discount Loans	Export Loans	Import Loans	Export Guaranteed Investment Loans	Other Investment Loans	Business Loans	Directed Loans	Loans of Funds Originated	Consumer Loans	Credit Cards	Loans to Purchase Security for Customers	Loans Extended by Central Bank of the TRNC	Loans Extended Through Central Bank of the TRNC	Other Loans	Total
31 Dec. 2018	66.1	0.0	3.7	0.0	39.5	6,585.7	0.0	14.9	1,976.4	2,9	0.0	7.9	0.0	521.2	9,218.3
31.Mar.2019	85.7	0.0	3.8	0.0	40.9	7,142.7	0.0	15.8	2,105.5	2,8	0.0	8.3	0.0	515.5	9,921.4
30 Jun. 2019	91.6	0.0	4.2	0.0	40.5	7,491.4	0.0	16.2	2,077.5	3.5	0.0	8.6	0.0	519.4	10,253.1
30 Sept. 2019	91.4	0.0	3.7	0.0	38.3	7,358.8	0.0	15.9	1,964.7	3.9	0.0	8.5	0.0	466.7	9,951.9
31 Dec. 2019	96.1	0.0	4.2	0.0	78.1	8,202.4	0.0	16.8	2,168.4	4.6	0.0	0.0	0.0	564.4	11,135.0
31 Mar. 2020	111.9	0.0	4.4	0.0	83.9	8,608.4	0.0	18.6	2,197.7	2,7	0.0	0.0	0.0	717.2	11,744.8
30 Jun. 2020	86.6	0.0	4.6	0.0	90.2	9,077.3	0.0	19.4	2,302.5	1.7	0.0	0.0	0.0	702.5	12,284.8
30 Sept. 2020	95.2	0.0	5.2	0.0	136.3	10,291.1	0.0	22.0	2,585.9	2.5	0.0	5.3	0.0	766.1	13,909.6
31 Dec. 2020	106.5	0.0	5.3	73.4	176.4	10,712.7	0.0	20.9	2,520.8	2.0	0.0	5.0	0.0	238.7	13,861.7
31 Mar. 2021	129.7	0.0	5,6	81.8	187.8	11,930.6	0.0	23.5	2,749.8	2.1	0.0	5,7	0.0	269.5	15,386.1
30 Jun. 2021	142.9	0.0	5,7	86.2	195.6	12,930.4	0.0	24.6	2,927.2	3,2	0.0	0.0	0.0	316.0	16,631.8
30 Sept. 2021	142.5	0.0	5,6	87.8	192.0	13,344.1	0.0	25.2	2,766.3	4.5	0.0	3.1	0.0	332.2	16,903.3
31 Dec. 2021	268.1	0.0	0.6	130.4	271.2	20,864.7	0.0	35.2	3,485.1	4.6	0.0	4.5	0.0	126.1	25,190.5
31 Mar. 2022	312.8	0.0	0.8	145.3	293.8	22,951.5	0.0	41.5	3,659.7	5.9	0.0	5.1	0.0	207.7	27,624.2
30 Jun. 2022	343.5	0.0	0.9	297.4	258.3	24,951.2	0.0	47.0	3,785.4	8.2	0.0	0.0	0.0	235.9	29,927.8
30 Sept. 2022	351.4	0.0	0.9	329.9	274.1	25,588.6	0.0	52.5	3,742.5	12.8	0.0	0.0	0.0	331.6	30,684.3

Source: Central Bank of TRNC

Table B.24: Loans - By Terms (Million TRY)

Date	Short-Term Loans	Quarter-on-quarter Percentage Change	Medium and Long-Term Loans	Quarter-on-quarter Percentage Change	Total	Quarter-on-quarter Percentage Change
31 Dec. 2018	5,000.9	-4.08	12,860.6	-5.13	17,861.5	-4.84
31 Mar. 2019	5,294.3	5.86	13,444.2	4.53	18,738.6	4.91
30 Jun. 2019	5,588.7	5.56	13,655.9	1.57	19,244.6	2.70
30 Sept. 2019	5,575.4	-0.23	13,484.9	-1.25	19,060.3	-0.96
31 Dec. 2019	5,969.9	7.07	15,137.9	12.26	21,107.8	10.74
31 Mar. 2020	6,074.6	1.75	15,910.0	5.10	21,984.6	4.15
30 Jun. 2020	5,888.5	-3.06	17,118.2	7.59	23,006.7	4.65
30 Sept. 2020	6,172.6	4.82	19,637.6	14.72	25,810.2	12.19
31 Dec. 2020	6,357.0	2.99	20,845.4	6.15	27,202.4	5.39
31 Mar. 2021	6,726.7	5.82	21,708.7	4.14	28,435.4	4.53
30 Jun. 2021	7,099.1	5.54	22,820.1	5.12	29,919.2	5.22
30 Sept. 2021	7,474.2	5.28	23,137.9	1.39	30,612.1	2.32
31 Dec. 2021	10,454.8	39.88	29,966.0	29.51	40,420.8	32.04
31 Mar. 2022	11,644.9	11.38	31,834.9	6.24	43,479.8	7.57
30 Jun. 2022	12,920.7	10.96	34,114.4	7.16	47,035.1	8.18
30 Sept. 2022	13,433.2	3.97	35,523.7	4.13	48,956.9	4.09

Source: Central Bank of TRNC

Table B.25: Loans - Public and Private (Million TRY)

Date	Public Loans	Quarter-on-quarter Percentage Change	Private Loans	Quarter-on-quarter Percentage Change	Total	Quarter-on-quarter Percentage Change
31 Dec. 2018	4,035.0	10.87	13,826.5	-8.62	17,861.5	-4.84
31 Mar. 2019	4,118.0	2.05	14,620.6	5.74	18,738.6	4.91
30 Jun. 2019	4,186.5	1.66	15,058.1	2.99	19,244.6	2.70
30 Sept. 2019	4,159.5	-0.64	14,900.8	-1.04	19,060.3	-0.96
31 Dec. 2019	4,850.4	16.61	16,257.4	9.1	21,107.8	10.74
31 Mar. 2020	4,905.1	1.13	17,079.5	5.06	21,984.6	4.15
30 Jun. 2020	4,750.8	-3.15	18,255.9	6.89	23,006.7	4.65
30 Sept. 2020	5,063.4	6.58	20,746.8	13.64	25,810.2	12.19
31 Dec. 2020	5,494.7	8.52	21,707.7	4.63	27,202.4	5.39
31 Mar. 2021	5,542.6	0.87	22,892.8	5.46	28,435.4	4.53
30 Jun. 2021	5,504.3	-0.69	24,414.9	6.65	29,919.2	5.22
30 Sept. 2021	5,696.7	3.50	24,915.4	2.05	30,612.1	2.32
31 Dec. 2021	7,510.6	31.84	32,910.2	32.09	40,420.8	32.04
31 Mar. 2022	8,078.4	7.56	35,401.4	7.57	43,479.8	7.57
30 Jun. 2022	8,503.2	5.26	38,531.9	8.84	47,035.1	8.18
30 Sept. 2022	8,860.0	4.20	40,096.9	4.06	48,956.9	4.09

Source: Central Bank of TRNC

Table B.26: Distribution of Total Loans by Size (Million TRY)

Date	> 100 thousand TRY	51-100 thousand TRY	11-50 thousand TRY	1 - 10 thousand TRY	< 1 thousand TRY	Share in the Grand Total
31 Dec. 2018	15,221.9	803.4	1,195.9	423.3	217.0	17,861.5
31 Mar. 2019	16,081.0	804.7	1,189.0	432.4	231.4	18,738.6
30 Jun. 2019	16,543.1	814.6	1,208.1	432.7	246.1	19,244.6
30 Sept. 2019	16,298.2	842.4	1,210.5	454.9	254.3	19,060.3
31 Dec. 2019	18,237.2	895.8	1,282.0	439.6	253.2	21,107.8
31 Mar. 2020	19,072.6	759.7	1,283.8	597.1	271.4	21,984.6
30 Jun. 2020	19,988.8	934.7	1,343.2	434.5	305.5	23,006.7
30 Sept. 2020	22,650.8	1,026.7	1,328.8	464.1	339.8	25,810.2
31 Dec. 2020	24,007.0	1,044.9	1,341.5	466.4	342.6	27,202.4
31 Mar. 2021	25,257.5	1,052.7	1,321.6	463.4	340.2	28,435.4
30 Jun. 2021	26,408.3	1,143.1	1,443.2	563.1	361.5	29,919.2
30 Sept. 2021	27,071.5	1,172.0	1,481.9	528.0	358.7	30,612.1
31 Dec. 2021	36,866.2	1,284.9	1,414.9	506.8	348.0	40,420.8
31 Mar. 2022	39,797.7	1,325.5	1,438.7	549.8	368.1	43,479.8
30 Jun. 2022	42,949.4	1,526.3	1,515.3	602.3	441.8	47,035.1
30 Sept. 2022	44,614.6	1,548.1	1,538.7	653.7	601.8	48,956.9

Source: Central Bank of TRNC

Table B.27: Development of Shareholders' Equity (Million TRY)

Date	Paid-in Capital	Legal Reserves	Fixed Asset Rev. Fund	Securities Value Increment Fund	Period Profit (Loss)	Accumulated Profit (Loss)	Total
31 Dec. 2018	1,262.4	593.9	0.9	140.7	689.8	407.4	3,095.1
31 Mar. 2019	1,265.6	795.8	1.7	158.4	235.9	849.3	3,306.7
30 Jun. 2019	1,315.3	923.6	2.0	158.4	518.1	576.7	3,494.1
30 Sept. 2019	1,329.1	923.6	2.2	150.1	749.2	564.3	3,718.5
31 Dec. 2019	1,332.3	929.0	3,0	168.4	808.9	558.8	3,800.4
31 Mar. 2020	1,332.7	1,088.4	3,0	173.8	183.5	1,166.5	3,947.9
30 Jun. 2020	1,398.9	1,207.3	3,0	181.0	329.2	899.1	4,018.5
30 Sept. 2020	1,401.4	1,366.6	3,6	215.0	513.0	737.5	4,237.1
31 Dec. 2020	1,470.7	1,369.1	10.4	220.2	671.1	725.9	4,467.4
31 Mar. 2021	1,492.6	1,693.2	10.4	256.9	301.7	974.5	4,729.3
30 Jun. 2021	1,506.1	1,842.6	10.4	262.5	639.7	846.7	5,108.0
30 Sept. 2021	1,515.8	1,846.6	10.4	261.6	1,038.7	838.1	5,511.2
31 Dec. 2021	1,542.4	2,672.2	11.5	378.5	1,436.3	0.00	6,040.9
31 Mar. 2022	1,989.1	3,246.3	11.5	479.8	532.9	591.7	6,851.3
30 Jun. 2022	2,019.3	3,714.7	11.5	498.4	1,311.7	62.3	7,617.9
30 Sept. 2022	2,028.1	3,766.2	11.5	510.8	2,192.6	0.0	8,509.2

Source: Central Bank of TRNC

Table B.28: Capital Adequacy Ratio (%)

Date	Public Banks	Private Banks	Branch Banks	Banking Sector	Legal Limit
31 Dec. 2018	16.49	15.28	21.93	17.86	10.00
31 Mar. 2019	16.74	15.08	21.64	17.79	10.00
30 Jun. 2019	18.14	15.43	22.04	18.29	10.00
30 Sept. 2019	19.11	15.88	22.89	19.02	10.00
31 Dec. 2019	14.63	14.02	21.98	17.05	10.00
31 Mar. 2020	16.13	13.58	21.41	16.90	10.00
30 Jun. 2020	15.97	14.13	20.81	16.92	10.00
30 Sept. 2020	14.65	12.67	19.81	15.69	10.00
31 Dec. 2020	13.25	12.58	21.25	15.91	10.00
31 Mar. 2021	13.76	12.4	21.50	15.93	10.00
30 Jun. 2021	14.33	12.42	22.32	16.31	10.00
30 Sept. 2021	16.07	12.82	22.97	17.05	10.00
31 Dec. 2021	14.14	13.10	22.42	16.66	10.00
31 Mar. 2022	16.1	12.64	24.48	17.5	10.00
30 Jun. 2022	18.74	10.92	23.36	17.67	10.00
30 Sept. 2022	20.90	11.69	22.72	17.26	10.00

Source: Central Bank of TRNC

Table B.29: Banking Sector Profit / Loss Table (Million TRY)

Date	Interest Revenues	Interest Expenditures	Non-Interest Revenues	Non-Interest Expenditures	Net Profit / Loss
31 Dec. 2018	2,999.4	1,762.5	500.3	823.5	689.8
31 Mar. 2019	982.5	611.8	161.0	230.4	235.9
30 Jun. 2019	2,016.4	1,256.0	320.2	480.4	518.1
30 Sept. 2019	3,009.6	1,893.7	481.1	734.8	749.2
31 Dec. 2019	3,862.6	2,437.9	674.3	1,057.0	808.9
31 Mar. 2020	800.2	449.8	153.9	278.2	183.4
30 Jun. 2020	1,534.2	822.1	280.1	557.7	329.2
30 Sept. 2020	2,364.0	1,227.2	445.7	826.3	513.0
31 Dec. 2020	3,303.4	1,715.8	636.8	1,154.5	671.2
31 Mar. 2021	1,143.6	626.0	156.4	295.6	301.7
30 Jun. 2021	2,398.6	1,327.8	350.3	618.0	639.7
30 Sept. 2021	3,707.8	2,052.4	599.0	960.5	1,038.7
31 Dec. 2021	5,271.7	2,864.1	894.0	1,411.5	1,436.3
31 Mar. 2022	1,562.1	801.9	343.0	484.1	532.9
30 Jun. 2022	3,343.7	1,652.7	744.4	1,051.1	1,311.7
30 Sept. 2022	5,364.7	2,576.7	1,236.8	2,432.3	2,192.6

Source: Central Bank of TRNC

Table B.30: Total Deposits by Maturity Groups (Million TRY)

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
31 Dec. 2018	3,698.4	13,742.5	4,950.1	1,282.7	2,768.1	26,441.8
31 Mar. 2019	3,866.9	13,793.4	6,513.5	1,252.6	3,022.6	28,449.2
30 Jun. 2019	4,145.1	14,244.0	6,921.1	1,181.2	3,101.0	29,572.1
30 Sept. 2019	4,434.0	15,666.3	5,869.5	1,266.9	2,988.1	30,224.8
31 Dec. 2019	4,708.0	16,982.2	6,462.1	1,279.5	3,405.5	32,837.3
31 Mar. 2020	5,137.6	17,532.5	6,497.2	1,455.7	3,621.8	34,244.8
30 Jun. 2020	5,941.1	17,907.7	6,401.0	1,404.7	3,592.6	35,247.1
30 Sept. 2020	6,915.4	19,916.4	7,380.5	1,630.5	4,274.2	40,117.0
31 Dec. 2020	7,760.1	20,730.7	7,533.1	1,478.6	4,285.1	41,787.6
31 Mar. 2021	7,393.7	23,427.2	8,068.0	1,486.6	4,399.4	44,774.9
30 Jun. 2021	7,894.5	24,161.5	8,521.6	1,576.9	4,704.8	46,859.3
30 Sept. 2021	8,914.9	25,099.8	8,467.0	1,481.6	4,841.3	48,804.6
31 Dec. 2021	12,946.1	32,873.1	10,756.5	1,998.1	7,605.3	66,179.1
31 Mar. 2022	14,893.2	36,390.0	11,440.2	2,622.5	8,022.3	73,368.1
30 Jun. 2022	18,722.7	38,786.8	12,282.8	2,862.0	8,308.6	80,962.9
30 Sept. 2022	23,227.1	40,888.7	14,883.1	2,828.3	8,748.8	90,576.0

Source: Central Bank of TRNC

Table B.31: TRY Deposits by Maturity Groups (Million TRY)

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
31 Dec. 2018	1,427.2	6,123.7	2,315.6	449.6	288.4	10,604.5
31 Mar. 2019	1,445.6	5,624.1	3,000.2	383.9	274.6	10,728.4
30 Jun. 2019	1,544.0	5,856.2	3,249.2	310.3	378.3	11,338.0
30 Sept. 2019	1,706.6	7,007.0	2,710.2	382.1	365.3	12,171.2
31 Dec. 2019	1,886.9	7,486.7	2,881.9	333.9	424.9	13,014.3
31 Mar. 2020	1,851.9	7,453.7	2,959.1	406.0	433.9	13,104.6
30 Jun. 2020	2,234.8	7,703.7	2,804.3	381.3	297.5	13,421.6
30 Sept. 2020	2,330.6	7,876.7	3,235.2	260.3	371.6	14,074.4
31 Dec. 2020	2,855.1	8,032.8	3,111.7	188.3	329.7	14,517.6
31 Mar. 2021	2,331.7	9,052.9	3,127.0	211.8	191.8	14,915.2
30 Jun. 2021	2,322.3	9,098.3	3,374.6	251.3	220.2	15,266.7
30 Sept. 2021	2,442.9	9,362.6	3,387.2	343.2	234.1	15,770.0
31 Dec. 2021	2,532.0	9,273.2	2,916.9	335.0	251.8	15,308.9
31 Mar. 2022	2,962.5	9,752.7	3,024.2	282.7	223.0	16,245.1
30 Jun. 2022	3,490.3	9,374.7	3,106.6	282.5	199.9	16,454.0
30 Sept. 2022	4,329.8	9,538.8	3,587.9	125.2	205.6	17,787.3

Source: Central Bank of TRNC

Table B.32: FX Deposits by Maturity Groups (Million TRY)

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
31 Dec. 2018	2,271.3	7,618.8	2,634.6	833.0	2,479.7	15,837.4
31 Mar. 2019	2,421.3	8,169.3	3,513.4	868.7	2,748.1	17,720.8
30 Jun. 2019	2,601.2	8,367.8	3,671.9	870.9	2,722.4	18,234.2
30 Sept. 2019	2,727.4	8,659.3	3,159.3	884.8	2,622.8	18,053.6
31 Dec. 2019	2,821.1	9,495.5	3,580.1	945.6	2,980.6	19,822.9
31 Mar. 2020	3,285.7	10,078.8	3,538.1	1,049.7	3,187.9	21,140.2
30 Jun. 2020	3,706.3	10,203.9	3,596.8	1,023.4	3,295.1	21,825.5
30 Sept. 2020	4,584.9	12,039.7	4,145.3	1,370.2	3,902.5	26,042.6
31 Dec. 2020	4,905.0	12,698.0	4,421.3	1,290.3	3,955.4	27,270.0
31 Mar. 2021	5,062.0	14,374.3	4,941.0	1,274.8	4,207.6	29,859.7
30 Jun. 2021	5,572.3	15,063.2	5,147.0	1,325.5	4,484.6	31,592.6
30 Sept. 2021	6,472.1	15,737.1	5,079.8	1,138.3	4,607.3	33,034.6
31 Dec. 2021	10,414.2	23,599.9	7,839.6	1,663.0	7,353.5	50,870.2
31 Mar. 2022	11,930.7	26,637.2	8,416.0	2,340.0	7,799.3	57,123.1
30 Jun. 2022	15,232.4	29,412.1	9,176.2	2,579.6	8,107.6	64,508.9
30 Sept. 2022	18,897.3	31,349.9	11,295.2	2,703.1	8,543.2	72,788.7

Source: Central Bank of TRNC

Table B.33: Total Deposits by Types (Million TRY)

Date	Official	Commercial	Savings	Other	Banks	Total
31 Dec.2018	1,917.8	4,922.5	19,010.8	590.7	2,028.6	28,470.4
31 Mar.2019	2,103.5	5,251.0	20,574.6	520.1	2,163.6	30,612.9
30 Jun. 2019	2,260.8	5,434.1	21,290.5	586.7	2,190.3	31,762.4
30 Sept. 2019	2,860.6	5,626.8	21,283.5	453.9	2,270.1	32,494.9
31 Dec. 2019	2,624.6	6,457.5	23,316.5	438.7	2,436.6	35,273.9
31 Mar. 2020	2,686.8	6,658.6	24,349.3	550.2	2,218.6	36,463.5
30 Jun. 2020	2,327.0	6,933.8	25,385.3	601.0	2,209.9	37,457.0
30 Sept. 2020	2,612.3	7,913.7	28,910.3	680.7	2,517.5	42,634.5
31 Dec. 2020	3,184.6	8,630.3	29,453.4	519.3	2,531.0	44,318.6
31 Mar. 2021	3,162.6	8,752.3	32,055.9	804.1	2,786.7	47,561.4
30 Jun. 2021	2,917.8	9,092.3	33,980.6	868.5	2,894.9	49,754.1
30 Sept. 2021	2,821.0	10,051.6	34,919.8	1,012.2	2,785.5	51,590.1
31 Dec. 2021	3,797.4	13,675.2	47,406.0	1,300.5	4,253.6	70,432.7
31 Mar. 2022	4,124.3	15,220.0	52,713.4	1,310.4	4,217.5	77,585.6
30 Jun. 2022	3,850.7	17,873.1	57,828.7	1,410.4	4,652.3	85,615.2
30 Sept. 2022	3,968.9	21,453.9	63,594.9	1,558.3	5,148.6	95,724.6

Source: Central Bank of TRNC

Table B.34: TRY Deposits by Types (Million TRY)

Date	Official	Commercial	Savings	Other	Banks	Total
31 Dec. 2018	1,421.0	1,577.0	7,382.8	223.6	390.5	10,994.9
31 Mar. 2019	1,437.6	1,533.1	7,517.8	239.9	478.2	11,206.7
30 Jun. 2019	1,602.7	1,681.0	7,783.8	270.4	302.4	11,640.3
30 Sept. 2019	2,215.4	1,769.8	8,062.0	124.0	257.1	12,428.3
31 Dec. 2019	2,026.4	2,129.7	8,712.8	145.4	378.2	13,392.5
31 Mar. 2020	2,037.2	2,199.8	8,710.8	156.8	244.7	13,349.3
30 Jun. 2020	1,635.3	2,404.5	9,110.0	271.8	243.5	13,665.1
30 Sept. 2020	1,806.1	2,651.4	9,299.9	317.0	322.2	14,396.6
31 Dec. 2020	2,400.8	2,603.7	9,203.5	309.6	345.2	14,862.8
31 Mar. 2021	2,292.6	2,474.6	9,801.4	346.5	340.0	15,255.1
30 Jun. 2021	2,004.8	2,673.4	10,208.5	380.0	122.6	15,389.3
30 Sept. 2021	1,858.3	3,002.1	10,405.1	504.5	193.0	15,963.0
31 Dec. 2021	2,440.1	2,665.2	9,645.0	558.7	739.4	16,048.4
31 Mar. 2022	2,433.9	3,056.1	10,259.0	496.1	418.9	16,664.0
30 Jun. 2022	2,019.2	3,359.2	10,547.0	528.6	655.7	17,109.7
30 Sept. 2022	2,313.7	3,848.2	11,007.4	618.0	1,071.5	18,858.8

Source: Central Bank of TRNC

Table B.35: FX Deposits by Types (Million TRY)

Date	Official	Commercial	Savings	Other	Banks	Total
31 Dec. 2018	496.8	3,345.6	11,628.0	367.0	1,638.1	17,475.5
31 Mar. 2019	665.9	3,717.8	13,056.9	280.2	1,685.4	19,406.2
30 Jun. 2019	658.1	3,753.1	13,506.7	316.2	1,887.9	20,122.1
30 Sept. 2019	645.1	3,857.0	13,221.5	329.9	2,013.0	20,066.5
31 Dec. 2019	598.2	4,327.8	14,603.6	293.4	2,058.3	21,881.3
31 Mar. 2020	649.6	4,458.8	15,638.5	393.4	1,973.9	23,114.2
30 Jun. 2020	691.7	4,529.3	16,275.3	329.1	1,966.4	23,791.8
30 Sept. 2020	806.2	5,262.2	19,610.4	363.7	2,195.3	28,237.8
31 Dec. 2020	783.9	6,026.6	20,249.9	209.7	2,185.7	29,455.8
31 Mar. 2021	870.0	6,277.7	22,254.5	457.6	2,446.7	32,306.5
30 Jun. 2021	913.0	6,419.0	23,772.0	488.6	2,772.2	34,364.8
30 Sept. 2021	962.6	7,049.6	24,514.7	507.7	2,592.5	35,627.1
31 Dec. 2021	1,357.3	11,010.0	37,761.0	741.9	3,514.1	54,384.3
31 Mar. 2022	1,690.5	12,163.9	42,454.4	814.2	3,798.6	60,921.6
30 Jun. 2022	1,831.5	14,513.9	47,281.7	881.8	3,996.6	68,505.5
30 Sept. 2022	1,655.2	17,605.7	52,587.5	940.3	4,077.1	76,865.8

Source: Central Bank of TRNC

Table B.36: Money Supply (Million TRY)

Year	Quarter	M1	Percentage Change Compared to the Same Period of Previous Year	M2	Percentage Change Compared to the Same Period of Previous Year	M3	Percentage Change Compared to the Same Period of Previous Year
2018	I	4,826.2	28.53	22,844.7	26.78	24,492.6	27.50
	II	5,342.4	36.75	24,489.5	31.17	26,341.2	31.27
	III	6,244.7	51.34	28,565.7	43.93	30,698.9	44.53
	IV	5,726.7	30.05	26,846.9	26.75	28,868.4	26.67
2019	I	6,297.8	30.49	29,051.7	27.17	31,226.9	27.50
	II	6,581.7	23.20	30,066.1	22.77	32,390.9	22.97
	III	6,775.1	8.49	30,109.1	5.40	33,243.7	8.29
	IV	7,386.0	28.97	33,164.4	23.53	35,890.4	24.32
2020	I	7,872.2	25.00	34,635.5	19.22	37,612.4	20.45
	II	8,529.4	29.59	35,839.0	19.20	38,294.3	18.23
	III	9,724.8	43.54	40,684.0	35.12	43,787.2	31.72
	IV	10,077.1	36.44	41,842.8	26.17	45,299.2	26.22
2021	I	10,461.4	32.89	45,118.5	30.27	48,624.9	29.28
	II	11,257.1	31.98	47,658.2	32.98	50,639.9	32.24
	III	12,381.7	27.32	49,727.0	22.23	52,622.7	20.18
	IV	17,349.1	72.16	67,053.5	60.25	71,396.0	57.61
2022	I	19,759.9	88.88	74,364.7	64.82	78,623.5	61.69
	II	23,814.8	111.55	82,490.8	73.09	86,691.6	71.19
	III	28,312.8	128.67	92,082.7	85.18	96,243.4	82.89

Source: Central Bank of TRNC

Table B.37: Licensed Banks Operating under the Banking Law

1	KIBRIS VAKIFLAR BANKASI LTD.
2	AKFİNANS BANK LTD.
3	CREDITWEST BANK LTD.
4	NOVA BANK LTD.
5	ASBANK LTD.
6	KIBRIS İKTİSAT BANKASI LTD.
7	KIBRIS TÜRK KOOPERATİF MERKEZ BANKASI LTD.
8	LİMASOL TÜRK KOOPERATİF BANKASI LTD.
9	ŞEKERBANK (KIBRIS) LTD.
10	TÜRK BANKASI LTD.
11	UNIVERSAL BANK LTD.
12	VİYABANK LTD.
13	YAKINDOĞU BANK LTD.
14	KIBRIS KAPİTAL BANK LTD.
15	HIGHRISE BANK LTD.
16	T. GARANTİ BANKASI A.Ş.
17	T. HALK BANKASI A.Ş.
18	T. İŞ BANKASI A.Ş.
19	T.C. ZİRAAT BANKASI A.Ş.
20	ALBANK LTD.
21	TÜRK EKONOMİ BANKASI A.Ş.

Source: Central Bank of TRNC

Table B.38: Main Economic and Social Indicators

	2014	2015	2016	2017	2018	2019	2020	2021	2022
GNP (Current Prices, Million TRY)	8,858.5	10,222.4	11,601.2	14,544.8	18,324.2	21,395.4	21,407.5	30,143.7	33,229.1 ^(T)
GNP (Million USD)	4,040.2	3,749.0	3,837.9	3,983.8	3,790.8	3,766.8	3,048.6	3,385.8	4,466.9 ^(T)
GNP per capita (Current Prices, TRY)	33,127.8	37,413	42,022	51,799	64,178	71,851.4	70,606.2	99,080.5	n.a
GNP per capita (USD)	15,109	13,721	13,902	14,187	13,277	12,649	10,055	11,129	14,033.4 ^(T)
Inflation Rate (%)	6.5	7.8	10.2	14.7	29.9	11.6	15.0	46.1	120.32*
Exports (Million USD) (1)	134.0	118.1	105.5	105.6	100.9	82.5	101.1	128.6	n.a
Imports (Million USD)	1,538.8	1,500.6	1,557.2	1,778.4	1,816.4	1,587.9	1,319.6	1,572.1	n.a
Foreign Trade Balance (Million USD)	-1,404.8	-1,382.5	-1,415.2	-1,672.8	-1,715.5	-1,505.4	-1,218.5	-1,443.5	n.a
Exports / Imports (%)	7,5	7.9	6.9	5.9	5,6	5.2	7.7	8.2	n.a
Number of Arriving Tourists	1,366,007	1,483,244	1,577,073	1,734,330	1,759,625	1,749,979	388,837	552,312	981,684*
a) Turkey	1,020,577	1,110,795	1,218,232	1,324,248	1,359,420	1,358,465	307,717	438,700	763,648*
b) Other	345,430	372,449	358,841	410,082	400,205	391,514	81,120	113,612	218,036*
Net Tourism Income (Million USD)	691.6	697.7	714.4	864.9	912.4	954.5	165.4	1,066.0 ^(T)	1,116.7 ^(T)
Employment	103,149	112,811	118,387	120,999	132,411	138,438	132,885	125,739	153.710 ^(T)
Number of Unemployed	9,320	9,043	8,075	7,452	9,872	9,317	14,950	10,646	n.a
Unemployment Rate (%)	8,3	7.4	6.4	5.8	6.9	6.3	10.1	7.8	5.9 ^(T)
Non-institutional Population (2)	289,252	299,514	307,255	314,169	347,340	357,216	359,108	365,474	n.a
Population (Projection) (3)	320,884	331,432	339,478	351,965	372,486	382,230	382,836	n.a	n.a
Annual Population Growth (%)	3,8	3.9	2.4	3.7	5.8	2.6	1.6	n.a	n.a

Source: SPO, Central Bank of the TRNC, TRNC Statistical Institute, Department of Trade, Tourism Planning Department

^(T) Target

* January-September data.

1) Exports to the Southern Cyprus are not included.

2) GNP per capita calculation is based on the average US dollar (USD) rate of the SPO.

3) Non-institutional Population: The population obtained through the Household Labour Force Survey, excluding those residing in schools, dormitories, hotels, kindergartens, nursing homes, private hospitals, prisons, barracks or military housing.

4) Population (Projection): The 2012-2020 projection data prepared using the census data conducted in 2011. Population figures are not used in GNP per capita calculation. Population figures used in the calculation of GNP per capita: (mid-year population) + (TRNC citizen students studying abroad) - (Turkish students studying in TRNC + third country citizen students)

Table B.39: Developments in Gross Domestic Product (Current Prices, Million TRY)

Sectors	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022 ^(T)
1. Agriculture	366.4	386.5	405.0	489.3	552.5	647.6	658.8	1,139.4	1,171.2	1,279.8	2,525.8	2,330.4
2. Industry	558.5	587.1	636.6	779.7	937.7	1,064.7	1,413.3	1,537.9	1,675.7	2,064.4	2,273.9	2,811.9
3. Construction	408.5	335.8	370.7	370.2	480.5	511.6	836.4	1,081.4	1,235.1	2,054.6	2,247.8	1,686.4
4. Trade - Tourism	1,216.8	1,385.3	1,527.9	1,829.1	2,012.9	2,280.6	2,921.8	3,814.5	4,746.7	2,746.6	4,153.8	8,089.9
5. Transportation - Communication	553.1	642.9	711.4	788.0	896.6	965.3	1,156.6	1,339.0	1,564.7	1,370.7	2,764.2	2,474.8
6. Financial Institutions	472.6	506.0	579.7	637.4	719.4	887.6	1,007.7	1,486.4	1,717.3	1,685.6	2,678.8	2,460.6
7. Housing Income	274.4	305.8	358.2	398.9	456.2	535.3	655.6	896.3	1,102.4	1,356.9	2,206.5	1,801.1
8. Self-Employment and Services	727.5	801.8	891.6	1,026.1	1,422.6	1,679.9	2,289.8	2,889.9	2,819.4	2,755.2	4,272.0	5,186.3
9. Public Services	1,294.3	1,294.9	1,349.9	1,603.6	1,715.2	1,850.1	2,193	2,461.1	3,441.7	4,146.0	4,670.8	3,551.0
10. Import Taxes	637.0	709.1	775.9	936.4	971.8	1,178.3	1,411.5	1,678.1	1,921.2	1,947.7	2,350.1	2,836.5
11. GDP	6,509.0	6,955.1	7,606.9	8,858.6	10,222.5	11,601.2	14,544.8	18,324.1	21,395.4	21,407.5	30,143.7	33,229.1
12. Net Factor Income from Abroad	50.2	-39.3	-27.5	-18.2	-11.7	4.2	6.9	10.6	13.7	17.1	45.1	22.7
GNP	6,559.2	6,915.8	7,579.4	8,840.4	10,210.7	11,605.5	14,551.8	18,334.8	21,409.1	21,424.6	30,188.9	33,251.9

Source: SPO, TRNC Statistical Institute

^(T) Target

Table B.40: Percentage Distribution of Gross Domestic Product

Sectors	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022 ^(F)
1. Agriculture	5.6	5.6	5.3	5.5	6.0	5.6	4.5	6.2	5.5	6.0	8.3	7.0
2. Industry	8.6	8.4	8.4	8.8	9.2	9.2	9.7	8.4	7.8	9.6	7.5	8.5
2.1. Quarrying	0.7	0.6	0.6	0.5	0.7	0.7	0.9	1.0	0.9	1.3	2.2	-
2.2. Manufacturing Industry	2.5	2.8	2.9	3.1	3.7	3.7	3.3	3.0	2.8	2.5	2.2	-
2.3. Electricity-Water	5.3	5.1	4.8	5.1	4.8	4.8	5.5	4.4	4.1	5.8	3.1	-
3. Construction	6.3	4.8	4.9	4.2	4.7	4.4	5.8	5.9	5.8	9.6	7.5	5.1
4. Trade - Tourism	18.7	19.9	20.1	20.6	19.7	19.7	20.1	20.8	22.2	12.8	13.8	24.3
4.1. Wholesale and Retail Trade	11.1	11.4	11.2	12.3	10.7	11.0	11.1	11.2	10.5	10.3	10.4	18.3
4.2. Hotel and Restaurant Management	7.6	8.5	8.9	8.3	9.0	8.7	9.0	9.6	11.7	2.5	3.4	6.1
5. Transportation - Communication	8.5	9.3	9.4	8.9	8.8	8.3	8.0	7.3	7.3	6.4	9.2	7.4
6. Financial Institutions	7.2	7.3	7.6	7.2	7.0	7.6	6.9	8.1	8.0	7.9	8.9	7.4
7. Housing Ownership	4.2	4.4	4.7	4.5	4.4	4.6	4.5	4.9	5.2	6.3	7.3	5.4
8. Self-Employment and Services	11.2	11.5	11.7	11.6	13.9	14.5	15.7	15.8	13.2	12.9	14.2	15.6
9. Public Services	19.9	18.6	17.7	18.1	16.8	15.9	15.1	13.4	16.1	19.4	15.5	10.7
10. Import Taxes	9.8	10.2	10.2	10.6	9.5	10.2	9.7	9.2	9.0	9.1	7.8	8.5
GDP	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

Source: SPO, TRNC Statistical Institute

^(F) Forecast

Table B.41: Overall Balance of the Economy (Current Prices, Million TRY)

	2011	2012	2013	2014	2015	2016	2017	2018	2019 ^(F)	2020 ^(T)	2021 ^(T)	2022 ^(T)
1. Total Resources	6,849.7	7,141.1	7,664.8	8,866.0	9,470.2	10,499.0	13,476.9	17,697.2	19,221.6	21,910.4	25,081.4	29,701.5
2. Total Investments	1,266.5	1,175.5	1,147.8	1,276.7	1,598.5	1,791.2	2,836.0	4,013.6	3,229.4	3,814.5	4,451.1	5,087.0
3. Total Consumption	5,583.1	5,965.6	6,516.9	7,589.3	7,871.7	8,707.8	10,640.9	13,913.1	15,992.2	18,096.0	20,630.2	24,614.5
4. Public Disposable Income	1,059.2	1,491.8	1,341.3	1,688.9	2,123.1	2,317.2	3,451.1	4,099.3	4,888.3	5,383.8	5,957.8	6,636.5
5. Private Disposable Income	5,449.9	5,424.0	6,238.1	7,151.5	8,087.7	8,962.7	11,100.7	14,521.8	16,992.5	19,870.1	22,831.5	26,614.8
6. Private Savings Ratio (%)	28.0	20.8	25.0	23.3	29.8	29.4	29.0	28.1	26.7	29.5	30.1	27.5
7. Total Domestic Savings	976.1	950.3	1,062.5	1,251.0	2,339.0	2,572.1	3,910.9	4,708.0	5,888.6	7,158.0	8,159.0	8,636.7

Source: SPO

^(F) Forecast

^(T) Target

Table B.42: Real Growth Rates of Sectorial Value Added (%)

Sectors	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022 ^(T)
1. Agriculture	10.8	3.7	-1.6	4.8	14.5	-7.3	4.9	2.6	2.7	1.8	-1.5	1.9
2. Industry	3.4	-0.7	1.7	8.5	19.5	7.3	4.4	-12.4	-14.7	-15	16.8	4.5
3. Construction	3.3	-16.0	-0.3	-4.5	6.5	5.7	10.6	7.6	3.9	-25.6	23.0	6.7
4. Trade - Tourism	6.0	6.1	1.4	8.5	-0.8	4.8	9.0	0.4	-2.7	-35.6	5.4	5.3
5. Transportation-Communication	-4.3	5.7	2.0	3.2	5.7	1.8	6.9	3.5	0.2	2.3	-35.6	4.8
6. Financial Institutions	1.4	8.1	7.5	0.8	1.6	2.0	3.1	2.7	1.2	0.5	-2.0	5.0
7. Housing Ownership	3.9	3.7	3.2	2.6	3.0	3.5	3.8	4.6	5.0	3.6	3.8	3.2
8. Self-Employment and Services	4.3	1.5	2.3	8.8	9.5	3.6	7.7	5.3	1.3	-16.0	3.1	6.6
9. Public Services	2.8	1.9	1.4	-0.1	0.1	-0.2	-0.8	1.3	3.7	-1.5	-5.5	6.1
10. Import Taxes	3.9	8.9	-2.1	7.9	-9.6	9.0	0.5	2.4	3.6	-16.4	-26.1	3.2
11. GDP	3.9	1.8	1.1	4.8	4.0	3.6	5.4	1.3	0.2	-16.2	3.9	5.0
12. Net Factor Income from Abroad	27.1	-174.5	35.3	40.5	41.9	133.0	-38.4	23.3	10.9	4.4	94.4	1.4
GNP	4.0	0.5	1.3	4.9	4.1	3.8	5.5	1.3	0.2	-16.2	4.0	5.0

Source: SPO, TRNC Statistical Institute

^(T) Target

Table B.43: Balance of Payments (Million USD)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021 ^(r)	2022 ^(r)
1. Current Accounts Balance	-173,1	-125,1	-44,7	-11,7	271,6	287,6	294,4	215,9	221,3	-379,3	535,8	477,2
2. Balance of Capital Movements	326,5	346,2	259,7	186,9	168,9	71,4	131,4	73,1	154,9	639,2	122,6	127,6
3. Reserve Movements (- Increase, + Decrease)	-47,3	-340,8	-219,9	-176,7	-75,8	-79,4	-826,6	+69,1	-290,3	-591,9	-666,8	-621,7
4. Net Errors and Omissions	-106,1	119,7	4,9	1,5	-364,7	-279,6	400,8	-358,1	-85,9	332,0	8,4	16,9

Source: SPO, TRNC Statistical Institute

Table B.44: Percentage Change of Consumer Prices Index Compared to December of the Previous Year

Months	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
January	1.0	1.3	1.6	-0.1	-0.27	1.39	-0.70	1.00	2.09	-0.88	0.47	2.56	-0.22	0.53	1.70	0.48	5.48
February	0.7	2.0	2.2	0.1	-0.31	2.10	-0.95	0.46	4.43	-2.14	0.31	4.00	1.39	0.37	2.33	0.46	12.98
March	2.5	3.5	3.8	1.1	0.00	3.88	-0.03	0.66	5.02	-0.41	0.09	4.61	2.26	1.71	2.80	1.86	27.73
April	4.2	4.2	6.3	1.2	0.71	4.85	1.83	1.51	5.38	1.09	1.09	6.54	5.07	5.72	2.57	3.84	34.20
May	6.4	4.3	7.9	2.5	0.29	6.46	1.69	1.80	4.56	2.73	1.86	6.95	8.91	6.22	3.34	5.52	43.10
June	8.5	3.4	9.8	3.2	0.31	5.95	0.73	3.30	4.89	3.18	2.33	7.68	12.11	7.57	4.38	8.83	56.76
July	10.2	3.6	11.5	0.8	0.92	7.02	-0.28	3.21	5.15	1.90	3.23	9.29	14.64	8.72	6.44	11.26	64.93
August	12.6	5.9	11.3	2.6	1.92	9.49	0.84	4.17	5.77	2.72	4.00	9.75	24.29	9.12	8.87	14.09	70.38
September	15.9	7.7	14.3	3.3	2.58	10.39	2.57	6.30	5.84	5.78	4.63	10.31	31.99	11.18	10.7	16.46	75.64
October	18.6	9.3	15.6	4.9	3.61	11.90	3.52	7.89	7.69	7.39	5.85	11.32	34.08	10.71	11.86	20.23	
November	19.0	9.0	16.4	6.0	3.54	13.91	3.61	8.29	6.97	6.38	7.36	12.78	31.93	10.20	14.55	26.86	
December	19.2	9.4	14.5	5.7	3.27	14.72	3.60	10.22	6.49	7.78	10.19	14.68	29.96	11.66	15.03	46.09	

Source: SPO, TRNC Statistical Institute

Table B.45: TRNC and TR Inflation Rates

Years	TRNC	TR	Years	TRNC	TR	Years	TRNC	TR
1984	70.7	49.7	1998	66.5	69.7	2012	3.60	6.16
1985	43.0	44.2	1999	55.3	68.8	2013	10.22	7.40
1986	48.1	30.7	2000	53.2	39.0	2014	6.49	8.17
1987	43.0	55.1	2001	76.8	68.5	2015	7.78	8.81
1988	62.6	77.1	2002	24.5	29.8	2016	10.19	8.53
1989	51.8	64.3	2003	12.6	18.4	2017	14.68	11.92
1990	69.4	60.4	2004	11.6	9.3	2018	29.96	20.30
1991	46.3	71.1	2005	2.7	7.7	2019	11.66	11.84
1992	63.4	66.0	2006	19.2	9.7	2020	15.03	14.60
1993	61.2	71.1	2007	9.4	8.4	2021	46.09	36.08
1994	215.0	125.5	2008	14.5	10.1	2022	120.32	83.45
1995	72.2	76.1	2009	5.7	6.5			
1996	87.5	79.8	2010	3.2	6.4			
1997	81.7	99.1	2011	14.7	10.4			

Source: SPO, CBRT, TRNC Statistical Institute

Table B.46: Consumer Price Index (2015 = 100)

Change Rates of Main Goods and Services Groups Compared to the Previous Month												
Main Groups	2022											
	1	2	3	4	5	6	7	8	9	10	11	12
1. Food and Non-Alcoholic Beverages	1.22	1.63	1.73	1.63	1.20	1.02	0.50	0.69	0.54			
2. Alcoholic Beverages and Tobacco	0.16	0.12	0.22	0.54	0.06	0.03	0.01	0.07	0.03			
3. Clothing and Shoes	0.17	-0.09	-0.05	0.38	0.32	0.28	0.03	-0.13	0.01			
4. Housing, Water, Electricity, Gas and Other Fuels	2.05	0.46	4.08	0.89	-0.44	0.96	1.73	0.17	0.03			
5. Furniture, Home Appliances and Home Maintenance Services	0.58	0.11	0.51	0.28	0.55	0.48	0.13	0.32	0.02			
6. Health	-0.02	0.49	0.13	0.06	0.12	0.13	0.51	0.17	0.08			
7. Transportation	0.85	1.00	2.96	0.66	0.55	3.53	-0.23	-0.67	-0.46			
8. Communication	-0.04	0.01	0.10	0.03	0.04	0.21	0.27	0.04	-0.14			
9. Entertainment and Culture	0.14	2.91	2.09	0.10	2.39	0.90	0.27	2.13	-0.44			
10. Education	-0.08	0.01	0.14	0.03	0.05	0.34	1.0	0.10	3.07			
11. Restaurants and Hotels	0.03	0.19	0.69	0.35	1.69	1.17	1.13	0.11	0.23			
12. Miscellaneous Goods and Services	0.42	0.27	0.45	0.12	0.08	0.48	0.10	0.32	0.10			
General	5.48	7.11	13.05	5.07	6.63	9.54	5.21	3.31	3.08			

Source: SPO, TRNC Statistical Institute

Table B.47: Minimum Wage

Years	Minimum Wage (TRY)	Effective Date
1997	23,000,000	01.01.1997
1997	33,800,000	01.09.1997
1998	50,250,000	01.01.1998
1998	67,000,000	01.09.1998
1999	85,000,000	01.01.1999
1999	103,000,000	01.01.1999
2000	137,000,000	01.01.2000
2000	160,000,000	01.07.2000
2001	200,000,000	01.01.2001
2001	240,000,000	01.08.2001
2002	320,000,000	01.01.2002
2002	380,000,000	01.10.2002
2003	440,000,000	01.01.2003
2003	500,000,000	01.08.2003
2004	550,000,000	01.03.2004
2004	627,000,000	01.07.2004
2005	720	01.06.2005
2006	780	01.01.2006
2006	860	01.08.2006
2007	960	01.02.2007
2008	1,060	01.01.2008
2008	1,190	01.09.2008
2009	1,237	01.10.2009
2011	1,300	01.01.2011
2013	1,415	01.01.2013
2014	1,560	01.01.2014
2014	1,675	01.11.2014
2015	1,730	01.09.2015
2016	1,834	01.07.2016
2017	2,020	01.02.2017
2017	2,175	01.07.2017
2018	2,365	01.03.2018
2018	2,620	01.09.2018
2019	3,150	01.02.2019
2019	3,400	01.08.2019
2020	3,820	01.02.2020
2021	4,400	01.02.2021
2021	4,970	01.09.2021
2022	7,000	01.01.2022
2022	9,885	01.07.2022

Note: As of 2005, 6 zeros have been removed from TRY.

Table B.48: Fuel Retail Prices

Date	Unleaded Gas		Euro Diesel	Diesel	Petroleum
	95 Octane	98 Octane			
31.07.2018	4.42	4.60	4.18	4.18	4.11
28.08.2018	4.97	5.16	4.76	4.76	4.65
20.09.2018	5.81	6.01	5.76	5.76	5.59
01.11.2018	5.61	5.71	5.55	5.76	5.46
22.11.2018	5.21	5.31	5.15	-	5.06
13.12.2018	5.06	5.16	4.95	-	4.86
10.01.2019	5.00	5.10	4.85	-	4.78
21.02.2019	5.06	5.16	4.91	-	4.75
14.03.2019	5.06	5.16	4.91	-	4.85
04.04.2019	5.41	5.51	5.01	-	4.95
08.08.2019	5.36	5.46	4.96	-	4.90
05.05.2020	4.96	5.06	4.56	-	4.50
18.06.2020	5.40	5.50	4.94	-	4.94
09.07.2020	5.78	5.88	5.32	-	5.29
08.05.2021	6.07	6.17	5.61	5.61	5.58
29.05.2021	6.51	6.64	6.04	5.61	5.95
22.06.2021	6.96	7.09	6.52	-	6.37
13.07.2021	7.45	7.60	6.91	-	6.67
24.08.2021	7.35	7.50	6.81	-	6.57
06.10.2021	7.84	7.99	7.30	-	7.27
28.10.2021	8.80	8.96	8.44	-	8.39
18.11.2021	9.17	9.30	8.78	-	8.75
07.12.2021	10.37	10.58	10.09	-	9.99
15.12.2021	11.65	11.89	11.23	-	11.13
28.01.2022	12.60	12.84	12.55	-	12.67
16.02.2022	13.70	13.94	13.55	-	13.36
04.03.2022	14.73	14.97	14.62	-	14.13
10.03.2022	18.75	19.00	21.07	-	19.47
17.03.2022	17.33	17.58	18.07	-	17.02
23.03.2022	18.57	18.82	20.88	-	20.12
15.04.2022	18.14	18.38	19.78	-	18.44
27.05.2022	23.54	23.81	22.19	-	21.58
09.06.2022	26.00	26.08	27.00	-	25.50
02.07.2022	24.86	25.14	25.73	-	24.45
08.07.2022	23.81	24.10	24.86	-	23.23
16.07.2022	22.52	22.82	24.86	-	23.23
23.07.2022	21.29	21.59	23.86	-	23.23
29.07.2022	22.26	22.57	25.47	-	25.00
03.08.2022	21.16	21.47	23.47	-	23.84
06.08.2022	19.64	19.95	23.47	-	23.84
10.08.2022	19.64	19.95	22.26	-	22.33
13.08.2022	20.75	21.06	23.99	-	23.70
23.08.2022	20.75	21.06	25.70	-	25.43
03.09.2022	18.42	18.73	24.70	-	25.43
07.09.2022	20.42	20.73	25.70	-	25.43
08.09.2022	20.42	20.73	24.44	-	25.43
10.09.2022	19.54	19.85	23.94	-	24.32
17.09.2022	20.29	20.60	23.69	-	24.16
24.09.2022	19.91	20.22	22.68	-	22.92

Source: Ministry of Economy and Energy

Table B.49: Exports of TRNC by Country Groups (USD)

Years	Turkey	EU Countries	Other EU Countries	Middle Eastern Countries	Other Countries	Total Exports
2007	48,907,443	13,225,555	7,396,006	9,702,231	4,480,578	83,684,813
2008	41,770,636	17,147,124	4,953,414	14,220,270	5,572,694	83,664,138
2009	38,482,808	13,156,210	1,206,347	13,833,521	4,384,880	71,063,766
2010	44,741,216	11,816,654	3,475,821	31,104,188	5,282,030	96,419,909
2011	61,333,755	9,515,772	1,514,866	36,886,525	10,645,168	119,896,086
2012	58,878,076	8,678,585	1,014,857	39,821,898	9,873,712	116,267,128
2013	62,969,817	9,145,514	2,733,484	38,472,891	7,359,533	120,681,239
2014	78,446,382	8,304,840	835,323	40,583,800	5,814,745	133,985,090
2015	66,228,637	6,195,715	3,811,828	35,611,170	5,885,294	117,732,644
2016	65,926,162	10,664,066	893,816	23,981,854	4,022,010	105,487,908
2017	63,818,406	8,362,779	1,681,343	22,247,673	9,505,787	105,615,988
2018	52,127,770	10,376,400	2,536,815	26,110,465	9,700,495	100,851,945
2019	43,130,122	2,129,943	2,236,897	30,490,266	4,448,151	82,465,379
2020	49,500,656	2,041,116	10,440,836	31,554,011	7,568,755	101,105,374
2021	63,422,518	1,919,596	6,064,178	33,423,541	23,816,180	128,646,013

Source: Department of Trade

Table B.50: Imports of TRNC by Country Groups (USD)

Years	Turkey	EU Countries	Far Eastern Countries	Other EU Countries	Middle Eastern Countries	Other Countries	Total Imports
2007	1,044,965,855	248,220,981	111,304,222	40,423,905	66,253,726	28,022,604	1,539,191,293
2008	1,172,502,792	236,344,802	109,156,742	78,503,072	56,482,297	27,673,475	1,680,657,180
2009	923,438,219	205,604,209	87,720,997	30,311,431	52,507,371	26,582,965	1,326,165,192
2010	1,137,378,970	251,285,189	90,266,660	29,873,873	69,000,395	26,375,578	1,604,180,665
2011	1,165,712,306	286,204,302	82,493,886	42,982,735	87,880,256	34,654,478	1,699,927,963
2012	1,234,214,030	247,749,409	81,109,808	28,245,460	81,484,144	31,111,112	1,703,913,963
2013	1,155,334,547	257,018,820	113,400,316	59,110,065	86,239,017	28,323,666	1,699,426,431
2014	995,563,199	238,330,438	125,280,677	70,915,525	75,481,630	33,204,743	1,538,776,212
2015	967,563,226	271,360,515	115,042,857	45,084,868	70,781,057	30,744,861	1,500,577,384
2016	940,845,300	326,806,415	133,943,157	51,872,616	69,557,193	34,165,573	1,557,190,254
2017	1,043,002,512	387,506,424	150,130,828	61,166,015	87,668,520	48,929,706	1,778,404,005
2018	1,068,509,898	356,271,158	149,333,076	90,732,549	100,527,838	50,989,832	1,816,364,351
2019	927,163,386	287,971,697	152,984,913	85,855,064	95,200,820	38,744,575	1,587,920,455
2020	796,336,209	224,715,672	159,347,833	41,763,482	58,582,973	38,888,790	1,319,634,959
2021	988,219,834	235,949,063	140,221,802	58,668,671	102,825,979	46,204,460	1,572,089,809

Source: Department of Trade

Table B.51: Distribution of Visits to the TRNC by Ports

Years	Ercan	Kyrenia	Famagusta	Karpasia	Total
2015	1,693,694	60,733	19,196	342	1,773,965
2016	1,785,746	57,513	19,004	295	1,862,558
2017	1,794,483	71,619	21,668	283	1,888,053
2018	1,968,345	84,974	26,260	382	2,079,961
2019	1,973,844	70,097	24,575	476	2,068,992
2020	426,545	35,766	5,312	24	467,647
2021	575,044	51,815	11,189	103	638,151
2022 (January - September)	1,028,477	97,342	24,363	209	1,150,391

Source: Tourism Planning Department

Table B.52: Total Border Gate Entries in 2021 - 2022 (Number of persons)

Nationality	TRNC		Southern Cyprus		Other Countries		Total	
	2021	2022	2021	2022	2021	2022	2021	2022
January	10,058	96,086	134	173,327	959	68,131	11,151	337,544
February	16,030	122,830	213	176,744	907	74,437	17,150	374,011
March	42,395	125,519	1,099	204,509	2,484	107,582	45,978	437,610
April	44,288	135,403	1,165	231,192	2,395	149,582	47,848	516,177
May	45,687	170,668	3,729	248,181	2,916	167,434	52,332	586,283
June	88,718	161,979	90,680	264,064	39,340	177,737	218,738	603,780
July	89,376	178,805	119,204	272,994	57,318	196,884	265,898	648,683
August	90,922	168,164	142,201	311,463	63,570	223,088	296,693	702,715
September	118,394	188,155	138,218	248,213	67,400	188,820	324,012	625,188
October	139,919		177,506		102,357		419,782	
November	120,665		167,748		86,390		374,803	
December	106,657		182,064		77,806		366,527	
Total	913,109	1,347,609	1,023,961	2,130,687	503,842	1,353,695	2,440,912	4,831,991

Source: Tourism Planning Department

Table B.53: Number of Persons Accommodating in Touristic Accommodation Facilities

Countries	2015	2016	2017	2018	2019	2020	2021	2022 (January - September)
Turkey	588,045	621,819	710,889	776,428	773,936	154,686	265,911	497,582
TRNC	52,335	53,224	55,613	49,344	50,560	42,410	64,329	57,492
Other	235,661	249,079	348,471	317,434	336,184	68,229	71,276	194,858
Share in the Grand Total	876,041	924,122	1,114,973	1,143,206	1,160,680	265,325	401,516	749,932

Source: Tourism Planning Department

ANNEX C. NOTES

Money Supply

'Money Supply' in the broad definition refers to the sum of means that are in circulation and used as money in an economy. Although they vary from country to

country or time, the 'money supply' is defined as M1 (Narrow Money Supply), M2 (Intermediate Money Supply) and M3 (Wide Money Supply) according to their liquidity ratios and is calculated as follows.

M1= Money in Circulation + Demand Deposits in the Banks + Deposits in Central Bank of TRNC

M2= M1 + Time Deposits in the Banks

Deposits and Loans

The deposits and loan item totals in the bulletin are prepared according to the definitions in the "TRNC Banks' Uniform Chart of Accounts".

prepared on the last day of each calendar month and show the balance sheet status of the banks as of that day. However, since the Central Bank may request amendments to certain items of these balance sheets as a result of some examinations, these balance sheets are considered 'Temporary'.

Bank

It describes the banks established under the "Companies Law" and "TRNC Banking Law" and the branches of foreign banks opened in the Turkish Republic of Northern Cyprus. There are currently 21 deposit banks operating in the TRNC.

Other Points Related to the Bulletin

In the bulletin, banking data is usually issued on a monthly, quarterly and annual basis. The monthly data regarding the banking sector is also published on our Bank's official website (www.mb.gov.ct.tr).

Banking Sector

It refers to the sector consisting of the banks described above. All kinds of financial institutions other than the 21 eligible banks are excluded from the sector.

Since banking data is collected from temporary balances, our bank does not guarantee the accuracy of such financial data and does not take responsibility for this information, which is published for information purposes only. In addition, our Bank reserves the right to amend/modify related data in whole or in part without prior notice. For this reason, periodic information contained in the Bulletin may change as a result of updates to previous or subsequent bulletins for various reasons.

Monetary Data of the Banking Sector

The monetary aggregates of the sector are compiled from temporary balances that banks presented to the Central Bank of the TRNC. These balance sheets are

Central Bank of the TRNC

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For information and suggestions: www.mb.gov.ct.tr