



CENTRAL BANK OF THE TRNC

QUARTERLY BULLETIN



ISSUE: 2021 / I



QUARTERLY BULLETIN

Issue: 2021/I

I: FOREWORD

In the IMF's Global Economic Outlook report for April 2021, projections for the global economic growth rate have been revised upwards compared to the previous report and the global economy is projected to grow at 6 percent in 2021, moderating to 4.4 percent in 2022. The OECD emphasizes that ending the pandemic is a collective challenge that requires an equitable distribution of vaccines among and within countries, in accordance with its slogan "No one is safe until everyone is safe". Therefore it is suggested that between 50 percent and 75 percent of the world population to be vaccinated to end the pandemic. The OECD highlights that this requires building manufacturing and distribution capacity,

After its meeting on March 18, 2021, CBRT Monetary Policy Committee (MPC) decided to increase the policy rate by 200 base points from 17 percent to 19 percent. After its meeting held on April 15, 2021, the MPC has decided to keep the policy rate constant at 19 percent and stated that the CBRT will continue to keep the policy rate at a level above inflation to maintain a strong disinflationary effect until strong indicators point to a permanent fall in inflation.

In the first quarter of 2021, inflation rates compared to the previous month have been 0.48, 0.02, and 1.39 percent in January, February, and March, respectively. In the first quarter of 2021, the rate of change was 13.65 percent in January, 12.93 percent in February, and 13.97 percent in March, compared to December of last year. The sectors with the highest price increase at the end of March 2021 are furniture and home appliances with 34.87 percent, health item with 21.39 percent and, transportation item with 18.29 percent. By the end of March 2021, the lowest price increase was in entertainment and culture item with 5.07 percent.

In the first quarter of the 2021 fiscal year, budget revenues have become 1,614.6 million TRY and budget expenditures have become 1,843.8 million TRY. Thus, public finance has recorded a 229.2 million TRY deficit in the first quarter of 2021. The tax revenues item with the largest share in budget revenues decreased by 8.6 percent compared to the same period of the previous year and amounted to 976.2 million TRY. Non-tax revenues item, which had the second-highest share in budget revenues, which was 544 million TRY in the first quarter 2020, decreased to 488.4 million TRY in the same period of 2021. Thus, the shares of tax revenues and non-tax revenues in total budget revenues have become 60.5 percent and 30.2 percent, respectively. Current transfers and personnel expenditures, the first two items having the largest share in the budget expenditures, reached 805.0 million TRY and 708.1 million TRY, respectively in the first quarter of 2021. The share of these items in total budget expenditures has been 43.7 percent for current transfers and 38.4 percent for personnel expenditures.

2021 Fiscal Year Budget Law envisages covering the budget expenditures by creating a net internal resource of 830 million TRY, in addition to the grants, aids and loans to be received from the Republic of Turkey. In the first quarter, the Ministry of Finance made approximately half of the net domestic borrowing amount projected to be made throughout the year, and there is a net borrowing facility of 419 million TRY left for the remaining three quarters. Considering that measures against the effects of the Covid-19 pandemic, which are not included in the budget, were put into practice in 2021, it is suggested that measures should be taken to reduce the need for financing.

According to the foreign trade data announced by the TRNC Department of Trade, the export and import figures in the fourth quarter of 2020 were 18.5 million and 331.1 million US dollars, respectively. The total figures for 2020 were 101.1 million US dollars in exports and 1,220.6 million US dollars in imports. Total exports increased by 22.6 percent while total imports decreased by 23.1 percent in 2020, compared to the same period of the previous year. Looking at the 2019 and 2020 figures of the imports to exports ratio, it is seen that the average has been 5.19 and 8.28 percent, respectively.

In the first quarter of 2021, total assets of the banking sector increased by 6.82 percent to 54,052 million TRY. Total assets of the banking sector increased by 28.69 percent in one year. As of March 2021, gross loans and cash and cash equivalents have been the largest shares in the total assets with 55.45 percent and 29.22 percent, respectively. Business loans, which amounted to 19,929.9 million TRY as of March 2021, are in the first rank. It is followed by consumer loans with a total of 6,512.4 million TRY. Deposits, which have the largest share in the total liabilities of the sector with 82.84 percent, increased by 7.15 percent compared to the previous quarter in the first quarter of 2021 and reached 44,774.9 million TRY. Analysing the total deposits of the banking sector according to their types, savings deposits have the largest share with 32,055.9 million TRY. Looking at the maturity distribution of deposits, 1-month deposits have the largest share with a rate of 52.32 percent. In the banking sector, the loans to deposits ratio decreased by 1.89 points in the first quarter of 2021 compared to the previous quarter and reached 66.93 percent.

In the banking sector, TRY deposits to TRY loans ratio (excluding NPL) decreased from 91.89 to 87.49 percent as of March 2021 compared to the previous quarter, while FX deposits to FX loans ratio (excluding NPL) increased from 50.83 to 51.53 percent. TRY and FX deposits to loans ratios were 78.14 percent and 55.56 percent, respectively, in March 2020. In 2020, the TRY deposits to TRY loans ratio increased, while there was a decrease in the FX ratio.

In the first quarter of 2021, the sector's capital adequacy standard ratio increased by 0.02 points compared to the previous quarter and reached 15.93 percent, above the legal limit of 10 percent. CASR based on bank groups have been 13.76 percent in public banks, 12.40 percent in private banks, and 21.50 percent in branch banks.

Lastly, 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 first quarter of 2021, and I hope that it will be beneficial for those interested in the subject.

Regards,



Rifat GÜNAY

Governor

Central Bank of the TRNC, 2021 / I

Address

Bedreddin Demirel Street,
Nicosia - TRNC

Mailing Address

PC 857, Nicosia-TRNC

Phone

0392 - 611 5000

Fax

0392 - 228 5240

0392 - 228 2131

Website

<http://www.mb.gov.ct.tr>

E-mail

ileti@kktcmerkezbankasi.org

Part of the statistical information published in this bulletin is compiled from temporary data. Differences may be observed compared to previous bulletins and/or data on our website. No rights or amendments can be requested from the Central Bank of the TRNC by showing this bulletin as proof, as it is prepared for informing the public.

All rights of this publication are reserved. It can be used to provide references in non-commercial training, research, and such studies.

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
TL/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

INDEX

I: FOREWORD	<i>j</i>
II: ABBREVIATIONS	<i>v</i>
III: DEFINITIONS	<i>v</i>
INDEX	<i>vii</i>
IV: LIST OF TABLES	<i>ix</i>
V: LIST OF CHARTS	<i>xi</i>
1 INTERNATIONAL DEVELOPMENTS	<i>1</i>
1.1 Overview and Current Developments	<i>1</i>
1.2 Economic and Financial Outlook	<i>2</i>
1.2.1 Growth	<i>2</i>
1.2.2 Inflation	<i>3</i>
1.2.3 Policy Interest Rates	<i>3</i>
1.2.4 Exchange Rates	<i>4</i>
2 EMPLOYMENT AND PRICES	<i>5</i>
2.1 Employment	<i>5</i>
2.2 Inflation	<i>6</i>
3 FOREIGN TRADE AND TOURISM	<i>9</i>
3.1 Exports and Imports	<i>9</i>
3.2 Tourism	<i>12</i>
4 BUDGETARY DEVELOPMENTS	<i>15</i>
4.1 First Quarter 2021 Results	<i>15</i>
4.2 Revenues	<i>15</i>
4.3 Expenditures	<i>16</i>
4.4 Budget Implementation Results	<i>17</i>
4.5 Financing Balance	<i>18</i>
5 MONETARY AND FINANCIAL DEVELOPMENTS	<i>21</i>
5.1 Overview of the Banking Sector	<i>21</i>
5.1.1 Financial Deepening	<i>21</i>
5.1.2 Performance Ratios of the Banking Sector	<i>21</i>
5.1.3 Concentration in the Banking Sector	<i>22</i>
5.1.4 Banks, Branches, Personnel and ATMs	<i>22</i>
5.2 Banking Sector Consolidated Balance Sheet	<i>24</i>
5.2.1 Assets and Liabilities Structure	<i>25</i>
5.2.2 Cash and Cash Equivalents	<i>27</i>
5.2.3 Loans	<i>28</i>
5.2.4 Securities Portfolio	<i>30</i>

5.2.5	Deposits	31
5.2.6	Shareholders' Equity	34
5.3	Money Supply	35
5.4	Overview of Interbank Money Market.....	36
5.5	Credit Cards Maximum Interest Rates	39
6	<i>FINANCIAL STABILITY ANALYSIS</i>.....	41
6.1	Capital Adequacy.....	41
6.2	Non-Performing Loans	42
6.3	Return on Assets and Return on Equity.....	44
ANNEX A.	<i>ECONOMIC DECISIONS</i>	45
ANNEX B.	<i>STATISTICAL DATA</i>	49
ANNEX C.	<i>NOTES</i>	89

IV: LIST OF TABLES

Table 1.1: GDP Forecasts	2
Table 2.1: Registered Active Unemployment - Overview (persons).....	5
Table 2.2: Active Vacancy Listings (persons).....	5
Table 2.3: Consumer Prices Index (% Change, 2015=100)	7
Table 3.1: Exports and Imports	9
Table 3.2: Main Import Goods (US dollar)	10
Table 3.3: TRNC Exports by Country Groups (percentage share).....	11
Table 3.4: TRNC Imports by Country Groups (percentage share)	12
Table 3.5: Passengers Arriving in TRNC by Air and Sea.....	12
Table 3.6: Border Gate Entries to TRNC by Nationalities and Months.....	14
Table 3.7: Number of Tourist Accommodations and Bednights by Nationalities	14
Table 4.1: Budget Balance (Million TRY).....	15
Table 4.2: Budget Revenues (Million TRY)	15
Table 4.3: Budget Expenditures (Million TRY).....	16
Table 4.4: Budget Implementation Results (Million TRY).....	17
Table 4.5: Financing Balance (Million TRY).....	18
Table 4.6: TRY Government Domestic Borrowing Bond Tenders	19
Table 5.1: Performance Ratios.....	21
Table 5.2: Concentration in the Banking Sector (%)	22
Table 5.3: Banks.....	22
Table 5.4: Branches and Personnel.....	23
Table 5.5: ATMs	23
Table 5.6: Banking Sector Consolidated Balance Sheet (Million TRY).....	24
Table 5.7: Structural Percentage Distribution of Banking Sector Assets / Liabilities (%).....	25
Table 5.8: Development of Total Assets Based on Bank Groups (Million TRY)	26
Table 5.9: TRY and FX Distribution of Gross Loans and Deposits (%).....	26
Table 5.10: Development of the Cash and Cash Equivalents (Million TRY).....	27
Table 5.11: Distribution of Loans by Type (Million TRY)	28
Table 5.12: Development of Deposits by Type (Million TRY).....	31
Table 5.13: Development of Deposits Based on Bank Groups (Million TRY).....	32
Table 5.14: Maturity Distribution of Deposits (%)	33
Table 5.15: Distribution of Deposits by Size (Million TRY).....	33
Table 5.16: Development of Shareholders' Equity (Million TRY).....	34
Table 5.17: Money Supply (Million TRY)	35
Table 5.18: Transaction Volume (x 1.000) and Amount	36
Table 5.19: Transaction Volume (x 1.000)	37
Table 5.20: Average Interest Rates (%).....	38
Table 5.21: Credit Cards Maximum Interest Rates (%)	39
Table 6.1: Risk-Weighted Assets(Million TRY).....	41
Table 6.2: Development of Various Selected Items by Bank Groups (Million TRY)	43
Table 6.3: Return on Assets and Return on Equity and Net Interest Income Ratios (%)	44
Table A.1: Economic Decisions - Central Bank of the TRNC	45
Table A.2: Economic Decisions - Legislative Regulations	46
Table B.1: Selected Balance Items (TRY)	50
Table B.2: Liquid Assets (TRY)	51
Table B.3: Loans Extended to the Banking Sector by Central Bank of the TRNC (TRY)	52
Table B.4: Deposits in Central Bank of the TRNC (TRY).....	53
Table B.5: Exchange Rates (End of the month).....	54
Table B.6: Cross Rates.....	55

<i>Table B.7: Interest Rates Applied to Turkish Lira and Foreign Currency Deposits by Central Bank of the TRNC (%)</i>	56
<i>Table B.8: Interest Rates Applied to Reserve Requirements by Central Bank of the TRNC (%)</i>	57
<i>Table B.9: Rediscount Interest Rates (%)</i>	58
<i>Table B.10: Reserve Requirements Ratios (%)</i>	59
<i>Table B.11: Dishonoured Cheques</i>	60
<i>Table B.12: Banking Sector Assets / Liabilities (Million TRY)</i>	61
<i>Table B.13: Loans (Total) - By Types (Million TRY)</i>	62
<i>Table B.14: Loans (TRY) - By Types (Million TRY)</i>	63
<i>Table B.15: Loans (FX) - By Types (Million TRY)</i>	64
<i>Table B.16: Loans - By Terms (Million TRY)</i>	65
<i>Table B.17: Loans - Public and Private (Million TRY)</i>	66
<i>Table B.18: Distribution of Total Loans by Size (Million TRY)</i>	67
<i>Table B.19: Development of Shareholders' Equity (Million TRY)</i>	68
<i>Table B.20: Capital Adequacy Ratio (%)</i>	69
<i>Table B.21: Banking Sector Profit / Loss Table (Million TRY)</i>	70
<i>Table B.22: Deposits (Total) - By Maturity Groups (Million TRY)</i>	71
<i>Table B.23: Deposits (TRY) - By Maturity Groups (Million TRY)</i>	71
<i>Table B.24: Deposits (FX) - By Maturity Groups (Million TRY)</i>	72
<i>Table B.25: Deposits (Total) - By Types (Million TRY)</i>	72
<i>Table B.26: Deposits (TRY) - By Types (Million TRY)</i>	73
<i>Table B.27: Deposits (FX) - By Types (Million TRY)</i>	73
<i>Table B.28: Money Supply (Million TRY)</i>	74
<i>Table B.29: Licensed Banks</i>	75
<i>Table B.30: Main Economic and Social Indicators</i>	76
<i>Table B.31: Developments in Gross Domestic Product (Current Prices, Million TRY)</i>	77
<i>Table B.32: Percentage Distribution of Gross Domestic Product</i>	78
<i>Table B.33: Overall Balance of the Economy (Current Prices, Million TRY)</i>	79
<i>Table B.34: Real Growth Rates of Sectorial Value Added (%)</i>	79
<i>Table B.35: Balance of Payments (Million USD)</i>	80
<i>Table B.36: Percentage Change of Consumer Prices Index Compared to December of Last Year</i>	80
<i>Table B.37: TRNC and TR Inflation Rates</i>	81
<i>Table B.38: Consumer Price Index (2015 = 100)</i>	81
<i>Table B.39: Minimum Wage Developments</i>	82
<i>Table B.40: Fuel Retail Prices</i>	83
<i>Table B.41: Exports of TRNC by Country Groups (USD)</i>	84
<i>Table B.42: Imports of TRNC by Country Groups (USD)</i>	85
<i>Table B.43: Passengers Arriving in the TRNC by Ports</i>	86
<i>Table B.44: Total Border Gate Entries in 2019 - 2020 (Number of persons)</i>	86
<i>Table B.45: Persons Accommodating in Touristic Accommodation Facilities</i>	87

V: LIST OF CHARTS

Chart 1.1: GDP Growth Rates	2
Chart 1.2: Inflation Rates.....	3
Chart 1.3: Policy Interest Rates.....	4
Chart 1.4: CBRT Weighted Average Funding Cost.....	4
Chart 1.5: Currency Exchange Rates (2 January 2013 =100)Source: Central Bank of TRNC	4
Chart 2.1: Registered Active Unemployment.....	5
Chart 2.2: Applications - Vacancies - Employments.....	5
Chart 2.3: Inflation Rates (Compared to the previous month).....	6
Chart 2.4: Inflation Rates (Compared to the same month of the previous year).....	6
Chart 2.5: Cumulative Inflation Rates (Compared to December of the previous year).....	6
Chart 2.6: 12-Month Cumulative Inflation Rates	7
Chart 3.1: Imports and Exports	10
Chart 3.2: Foreign Trade Volume (exports + imports), Foreign Trade Balance (exports - imports)	11
Chart 3.3: Arriving Passengers in 2021 Compared to 2019 and Average of the Last 5 Years	13
Chart 3.4: Hotel Bed Occupancy Rates by Months (%)	13
Chart 3.5: Hotel Beds	13
Chart 4.1: Budget Results (Million TRY)	15
Chart 4.2: Budget Revenues Distribution (Million TRY).....	16
Chart 4.3: Budget Expenditures Distribution (Million TRY)	16
Chart 4.4: Domestic Income to Budget Expenditures Ratio by Quarters	18
Chart 4.5: Domestic Income to Budget Expenditures Ratio by Years.....	19
Chart 4.6: Grants and Loans Extended by Turkey/TRNC GDP Ratio (%).....	20
Chart 5.1: Financial Deepening (%)Source: Central Bank of the TRNC, SPO	21
Chart 5.2: Personnel and Branches.....	23
Chart 5.3: Assets of the Banking Sector and Quarterly Development (%)	25
Chart 5.4: Shares of Bank Groups in the Sector's Total Assets (%)	26
Chart 5.5: Quarterly Percentage Change of Cash and Cash Equivalents	27
Chart 5.6: Shares of Cash and Cash Equivalents by Bank Groups (%).....	27
Chart 5.7: Development of Gross Loans and Quarterly Percentage Change	28
Chart 5.8: Banking Sector Loans TRY and FX Separation and Quarterly Percentage Change	28
Chart 5.9: Share of Gross Loans Based on Bank Groups (%)	29
Chart 5.10: Share of Loan Sizes in Total Loans (%)	29
Chart 5.11: Term Structure in Loans (Million TRY).....	29
Chart 5.12: Public and Private Sector Distribution of Loans (Million TRY).....	30
Chart 5.13: Securities Portfolio Totals and Quarterly Percentage Change	30
Chart 5.14: Shares of Securities Portfolio by Bank Groups (%)	31
Chart 5.15: Deposits and Quarterly Percentage Change (%)	32
Chart 5.16: Quarterly Percentage Change of Deposits and TRY-FX Separation.....	32
Chart 5.17: Deposits and Gross Loans Gap.....	34
Chart 5.18: Deposits to Loans (Gross) Ratio Based on Bank Groups.....	34
Chart 5.19: TRY and FX Deposits to Loans Ratio (Excluding NPL)	34
Chart 5.20: Shares of M2's Components.....	35
Chart 5.21: TRY - FX Percentage Distribution of M3	36
Chart 6.1: Capital Adequacy Standard Ratio	41
Chart 6.2: Risk-Weighted Assets.....	41
Chart 6.3: Increase Rates in Total Shareholders' Equity and Total Assets (Quarter-on-quarter).....	42
Chart 6.4: Shareholders' Equity to Total Assets Ratio of Banking Sector.....	42
Chart 6.5: Development of Non-Performing Loans.....	42
Chart 6.6: Distribution of Non-Performing Loans by Bank Groups	43
Chart 6.7: NPL Conversion Rate and Provisions for NPL/ NPL.....	44

1 INTERNATIONAL DEVELOPMENTS

1.1 OVERVIEW AND CURRENT DEVELOPMENTS

The IMF's Global Economic Outlook report for April 2021 highlights that a stronger recovery in 2021 and 2022 is projected for the global economy compared to the previous forecast. Therefore, the projections for the global economic growth rate have been revised upwards compared to the previous report. In the April report, the IMF estimates a contraction of 3.3 percent in 2020, while the global economy is projected to grow at 6 percent in 2021, moderating to 4.4 percent in 2022.

In the Global Economic Outlook report, it's indicated that multispeed recoveries are under way in all regions and across income groups. It was emphasized that recovery rates differ between countries due to differences in the pace of vaccine rollout, the extent of economic policy support, and structural factors such as reliance on tourism. For instance, among advanced economies, the United States is expected to surpass its pre-COVID GDP level this year, while others in the group will return to their pre-COVID levels in 2022. Similarly, among developing economies, China had already returned to pre-COVID GDP in 2020, whereas many others are not expected to do so until 2023.

In the IMF report, it's indicated that the services sector had experienced a much more severe slowdown than other parts of the economy. The report suggests that strong demand for products that support working from home and the release of pent-up demand for durable goods more generally (especially automobiles) have been key factors behind the global recovery since the second half of 2020. It's also emphasized that industrial production has returned to pre-pandemic levels following a short-lived and synchronized collapse. On the other hand, the report highlights that the consumption of contact-intensive services has remained depressed. Though the reopening of many economies in May–June led to a surprise rebound in the third quarter of 2020, it also triggered a second wave of infections and further curbs to mobility in the last months of 2020. Travel, the arts, entertainment, sports, hospitality, and brick-and-mortar retail have operated well below their capacity. The IMF report suggests that this situation will continue the same until the outbreak is under control.

Covid-19 special publications prepared by the OECD underline that speeding up vaccine rollout is crucial in ending the global pandemic. The OECD suggests that between 50 percent and 75 percent of the world population will have to be vaccinated to end the pandemic. The report highlights that this requires building manufacturing and distribution capacity, making a new vaccine affordable, deciding who should get access first, and planning massive vaccination campaigns.

In accordance with its slogan “No one is safe until everyone is safe”, the OECD emphasizes that ending the pandemic is a collective challenge that requires an equitable distribution of vaccines among and within countries. It's also stressed that vaccine equity is both fair and efficient, and all countries and regions will stand to gain from a stronger, faster global economic recovery, which is in everyone's interest.

World Bank's Global Monthly report published in April 2021 indicates that global PMI indicators registered a broad-based increase in March, signalling a continued pickup in global growth momentum. According to the report, composite PMI rose to 54.8 in March 2021.

World Development Report: Data for Better Lives published by the World Bank in 2021, suggests that the innovations resulting from the creative new uses of data could be one of the most life-changing events of this era for everyone. One important message is that the focus should be on using data more effectively to improve the development of national economies. It was also mentioned that data generated by the private sector have become critically important for improving the lives of the poor. The World Bank report develops a conceptual framework that links data to development through three institutional pathways. The first pathway is the use of data by governments and international organizations to support evidence-based policy making and improved service delivery. The second pathway is the use of data by civil society to monitor the effects of government policies and by individuals to enable them to monitor and access public and commercial services. And the third pathway is the use of data by private firms in the production process to fuel their own growth as well as wider economic growth.

Table 1.1: GDP Forecasts

	2019	2020 ³	2020 ⁴	2021 ¹	2021 ²
IMF	2.8	3.3	-3.3	3.4	6.0
World Bank	2.3	2.5	-4.3	2.6	4.0
OECD	2.7	2.4	-3.4	3.3	5.6

Source: OECD, World Bank, IMF

¹First projection of the year.

²Last projection of the year.

³Last projection before Covid-19.

⁴Last projection after Covid-19.

As stated in the World Development Report, another example of data use emerged during the Covid-19 pandemic. The sharing and reuse of private sector call detail record (CDR) data with public authorities created social value by supporting the control of COVID-19 infections. Many countries have used data to track people's locations to better understand mobility patterns during lockdowns or to aid in disease contact tracing. For instance, policy makers in The Gambia were able to review maps showing the movement of people across administrative boundaries by using CDRs from March through May 2020 aggregated to mask individual-level data. These maps helped them understand the extent to which lockdowns were succeeding in reducing movement and allowed them to identify the factors linked to lockdown compliance and noncompliance and plan accordingly. For example, in the Gambia, the maps helped reveal that the lockdown disproportionately affected poorer districts, indicating a need for relief and recovery efforts to target these areas.

1.2 ECONOMIC AND FINANCIAL OUTLOOK

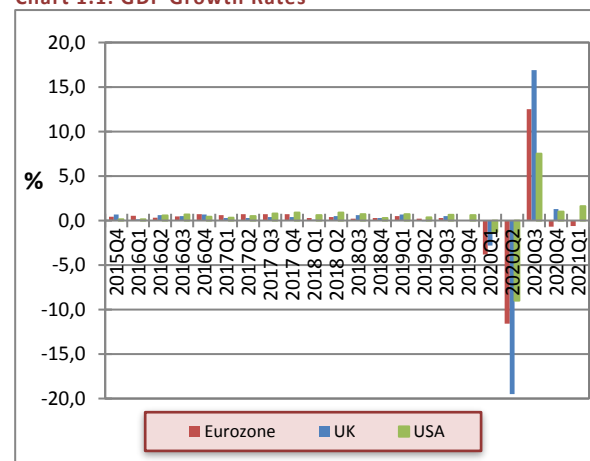
1.2.1 GROWTH

According to the data announced by the US Bureau of Economic Analysis, the US economy, grew by 6.4 percent annually in the first quarter of 2021. The economic growth data for the fourth quarter of 2020, on the other hand, was revised to 4.3 percent with an increase of 0.2 points. In the US economy, increases in personal consumption expenditures, non-residential fixed investments, federal spending, housing investments, and state and local government spending contributed to the rise in GDP in the first quarter. Import figures, on the other hand, had a negative impact on GDP.

Minor revisions were made in the GDP data announced by the UK's Office for National Statistics in chained volume measures for the last three quarters of 2020. The contraction in the second quarter of 2020 was revised from 19 percent to 19.5 percent. In the third and last quarter of 2020, growth was recorded in the economy, the third quarter data increased from 16.1 percent to 16.9 percent and the last quarter data increased from 1 percent to 1.3 percent. Thus, the UK economy closed the year 2020 with a 9.8 percent contraction. According to the preliminary GDP data for the first quarter of 2021, the UK economy contracted by 1.5 percent. The relevant GDP ratio was 8.7 percentage points below the growth data for the fourth quarter of 2019, which was the period before the Covid-19 pandemic. In the first quarter of 2021, while the services and manufacturing sectors of the UK economy have contracted, the construction sector has grown.

According to the data released by EUROSTAT, the Eurozone economy contracted by 0.6 percent in the first quarter of 2021 compared to the previous quarter, according to seasonally adjusted data. Looking at the first quarter of 2021 on an annual basis, seasonally adjusted GDP contracted by 1.8 percent. The contraction, which was 0.6 percent in the fourth quarter of 2020 compared to the previous quarter, was revised to 0.7 percent.

Chart 1.1: GDP Growth Rates



Source: OECD

The Turkish economy, GDP with chain-linked volume index increased by 7 percent compared to the same quarter of the previous year in the first quarter of 2021. The country's GDP expanded by 1.7 percent in the first quarter of 2021 compared to the previous quarter on a seasonally and calendar-adjusted basis.

According to the expenditure approach, final consumption expenditure of resident households increased by 7.4 percent, and gross fixed capital formation increased by 11.4 percent in the first quarter of 2021 compared with the same quarter of the previous year.

According to the expenditure approach, final consumption expenditure of resident households increased by 7.4 percent, and gross fixed capital formation increased by 11.4 percent in the first quarter of 2021 compared with the same quarter of the previous year.

According to the production approach, the value-added increased by 18.1 percent in information and communication, 14.4 percent in other service activities, 11.7 percent in industry, and 7.5 percent in agriculture.

Turkish economy with chain-linked volume index, grew by 1.7 percent in 2020 compared with the previous year.

1.2.2 INFLATION

The Monthly CPI increase rate in the US economy in the first quarter of 2021 has been 0.3, 0.2 and 0.5 percent in January, February and March, respectively. Annual CPI increase rates have been 1.4 percent in January, 1.5 percent in February and 2.3 percent in March.

According to ONS data, the UK annual CPI change has been 0.9 percent in the first quarter of 2021. Annual CPI increase rates in the first quarter of 2021 have been 0.9, 0.7 and 1.0 percent in January, February and March 2021, respectively. In the United Kingdom, the highest contribution to the increase in price levels between February and March 2021 was from the transportation sector with 0.44 percentage points, due to the increase in motor vehicle fuel prices. Another sector that contributed to the increase in the CPI rate was clothing.

According to EUROSTAT data, the harmonized annual CPI rates in the Eurozone increased by 0.9 and 1.3 percent in February and March 2021. In the relevant period, the biggest contribution to the change in the annual CPI was from the energy prices and the service sector. Annual CPI in April 2021, on the other hand, increased by 1.6 percent, according to the initial projections announced by EUROSTAT.

According to the data announced by the Turkish Statistical Institute, the annual change in the CPI in

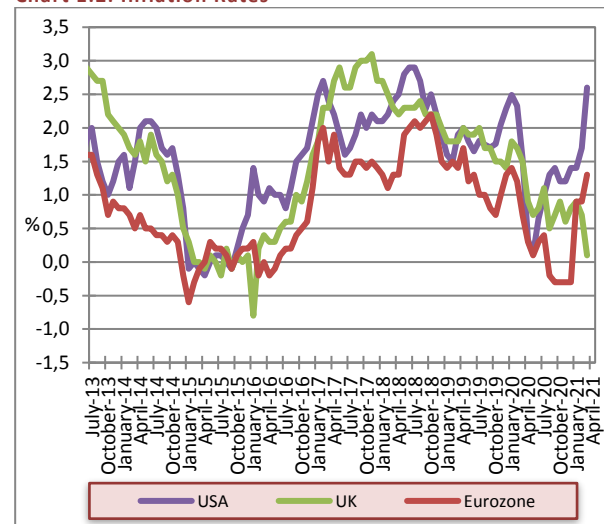
March 2021 was 16.19 percent, the highest level in the last twenty months. In the same period, the annual D-PPI ratio increased to 31.2 percent. On a monthly basis, the CPI rate increased by 1.08 percent in March 2021, while the monthly D-PPI increase rate was 4.13 percent.

Prices rose on an annual basis in all main expenditure groups. Transportation and food groups made the highest contribution to the annual CPI rate. There was an increase of 24.85 percent and 17.44 percent, respectively, in the related groups. The alcoholic beverages and tobacco group, on the other hand, had the lowest annual increase with 2.87 percent.

In April 2021, the annual CPI increase was 17.14 percent and the monthly CPI increase rate was 1.68 percent. In the related period, D-PPI increased to 35.17 percent on an annual basis, the highest level since January 2019. On a monthly basis, the D-PPI increased by 4.34 percent.

In April 2021, the highest contributors to the annual CPI were transportation with 29.31 percent, household goods with 22.27 percent, and health with 19.20 percent, respectively. The alcoholic beverages and tobacco group had the lowest annual increase with 3.60 percent.

Chart 1.2: Inflation Rates



Source: OECD

1.2.3 POLICY INTEREST RATES

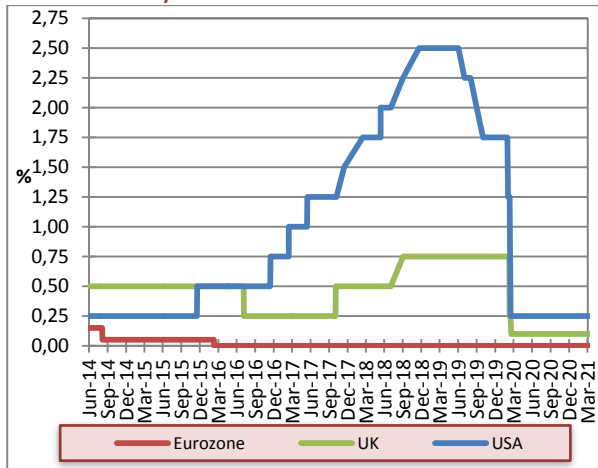
After the Fed's FOMC meeting held in March 2021, the policy rate of 0 - 0.25 percent was maintained. In his statement after the meeting, Powell, chair of the Fed indicated that the increase in inflation is a transitory rise and the Fed would like to see inflation run moderately above 2 percent for some time. After its

two-day meeting ended on April 28, 2021, the Fed continued to keep the policy rate at 0 - 0.25 percent, in line with the expectations. After the meeting, Powell stated that the asset purchase program will remain at 120 billion USD until achieving the monetary policy goals of maximum employment and price stability.

After the monetary policy meeting held on March 17, 2021, the Bank of England (BoE) kept the policy rate unchanged at 0.1 percent and decided to maintain the bond purchase program unchanged at 895 billion GBP.

At the meeting held on March 11, 2021, the European Central Bank (ECB) continued to keep the policy rate at zero percent, in line with the expectations. It was announced that the bond purchases would be increased in the second quarter of 2021 to halt the rise in borrowing costs.

Chart 1.3: Policy Interest Rates



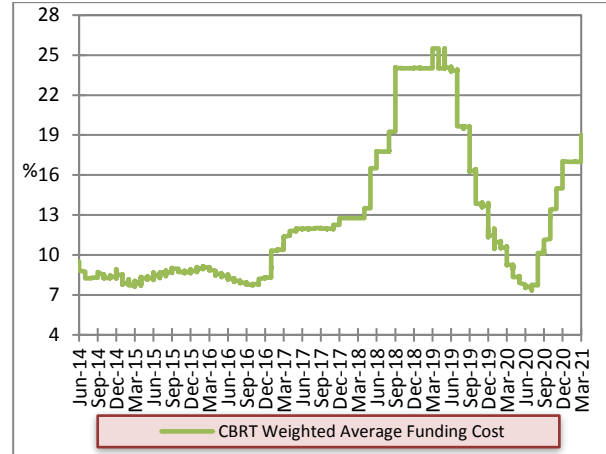
Source: FED, ECB, BoE

After its meeting on March 18, 2021, CBRT Monetary Policy Committee (MPC) decided to increase the policy rate by 200 base points from 17 percent to 19 percent, well above the expectations. The statement released after the meeting highlighted that the global growth outlook has improved and international commodity prices have risen. It was also emphasized that the rising global inflation expectations lead to uncertainties about advanced-economy monetary policies and volatility in global financial markets. On the other hand, credit growth, which has slowed down amid tighter financial conditions, has recently trended upwards. It was mentioned that the tight monetary policy stance will be maintained decisively until strong indicators point to a permanent fall in inflation and price stability.

After its meeting held on April 15, 2021, the MPC has decided to keep the policy rate constant at 19 percent.

The statement released after the meeting emphasized that the CBRT will continue to use decisively all available instruments in pursuit of the primary objective of price stability. The policy rate will continue to be determined at a level above inflation to maintain a strong disinflationary effect until strong indicators point to a permanent fall in inflation and the medium-term 5 percent target is reached.

Chart 1.4: CBRT Weighted Average Funding Cost

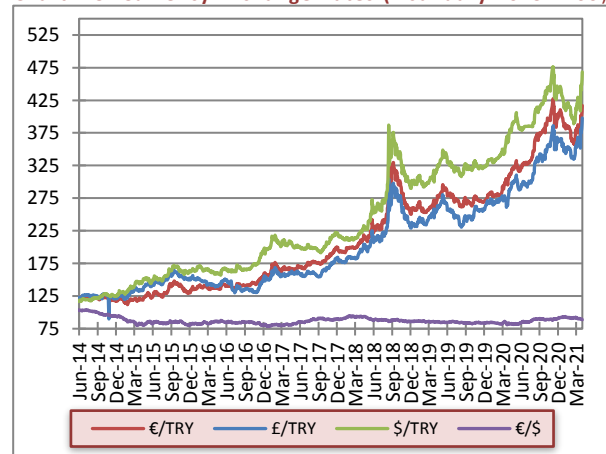


Source: CBRT

1.2.4 EXCHANGE RATES

In the first quarter of 2021, the Turkish lira experienced nearly 30 percent depreciation against the euro, pound sterling and US dollar, compared to the same period of the previous year. In the first quarter of 2020, while the average exchange rates for GBP/TRY, EUR/TRY, and USD/TRY were 7.79, 6.72 and 6.09, respectively, the averages for the same period of 2021 have been 10.15, 8.90 and 7.38. Comparing the first quarter exchange rates for 2020 and 2021, it is seen that the Turkish lira depreciated by 32.44 percent against the euro, by 30.29 percent against the pound sterling, and by 21.18 percent against the US dollar.

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



Source: Central Bank of TRNC

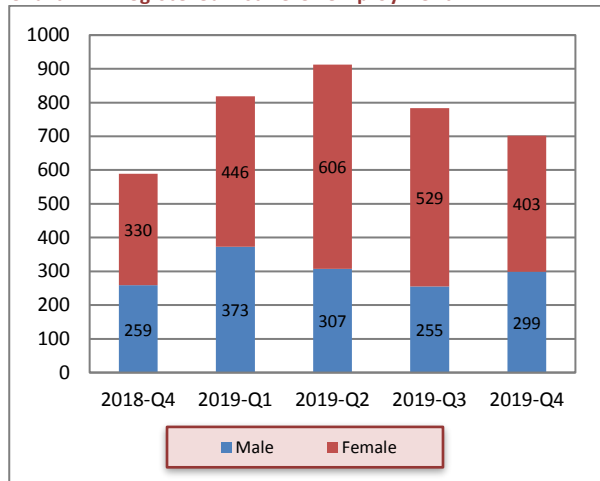
2 EMPLOYMENT AND PRICES

(Employment section have not been updated since the data for 2020 and 2021 was not published by the Labour Office)

2.1 EMPLOYMENT

According to the unemployment data prepared by the TRNC Labour Office, the number of registered unemployed people, which was 784 by the end of the third quarter of 2019, decreased to 702 as of the fourth quarter of 2019. When the unemployment rate is analysed by gender composition, it is seen that about 57 percent of the active registered unemployed people are composed of women and 43 percent of them are men, as of the last quarter of 2019.

Chart 2.1: Registered Active Unemployment



Source: Labour Office

The number of job seekers was 784 and the number of new job-seeking applicants was 811 by the end of the fourth quarter of 2019. 759 people were unregistered and 134 were employed by the end of the fourth quarter of 2019. The number of jobseekers has been 694 as of the end of the last quarter of 2019.

Table 2.1: Registered Active Unemployment - Overview (persons)

	2018 Q4	2019 Q1	2019 Q2	2019 Q3	2019 Q4
Jobseekers by the end of the previous period	751	589	819	913	784
Applicants applying for employment during the period	678	897	1072	941	811
Persons employed during the period	115	78	190	203	134
Persons unregistered during the period	725	589	788	867	759
Jobseekers by the end of the period	589	819	913	784	702

Source: Labour Office

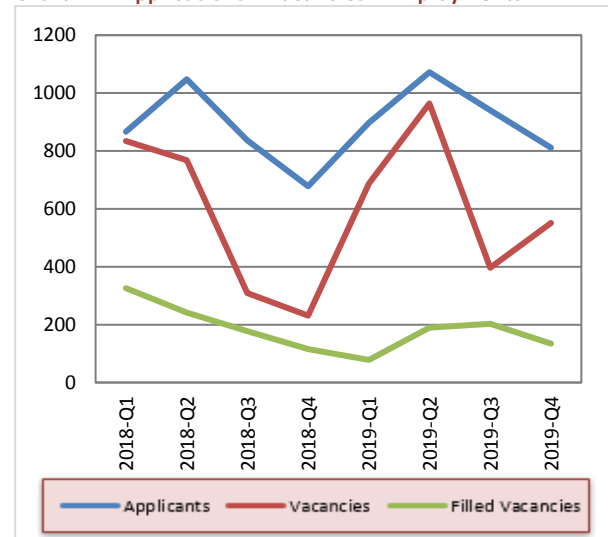
When the active vacancy listings are examined, it is seen that 1.607 vacancies were transferred to October as of the third quarter of 2019. 551 new vacancies were opened in the fourth quarter of 2019. In the relevant period, 1.825 vacancies were transferred to the next period as a result of 134 filled and 199 cancelled vacancies.

Table 2.2: Active Vacancy Listings (persons)

	2018 Q4	2019 Q1	2019 Q2	2019 Q3	2019 Q4
Vacancies transferred from the previous period	1,624	721	1,090	1,501	1,607
Vacancies received during the period	231	687	964	396	551
Vacancies filled during the period	115	78	190	203	134
Vacancies cancelled during the period	1,019	240	363	87	199
Vacancies transferred to the next period	721	1,090	1,501	1,607	1.825

Source: Labour Office

Chart 2.2: Applications - Vacancies - Employments



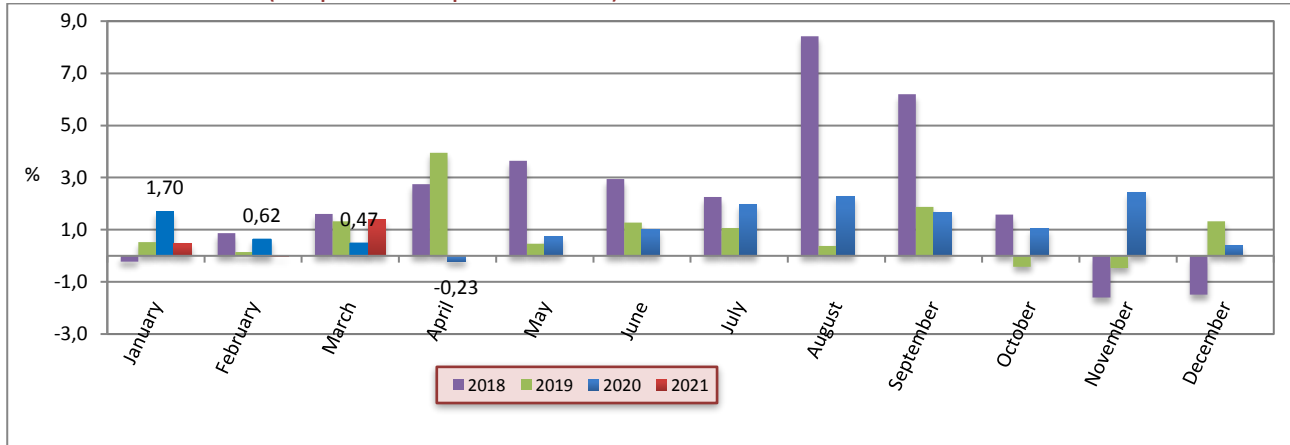
Source: Labour Office

2.2 INFLATION

In the first quarter of 2021, inflation rates compared to the previous month have been 0.48, -0.02 and 1.39 percent in January, February and March, respectively.

In the same period of 2020, inflation rates were 1.70, 0.62 and 0.47 percent, respectively.

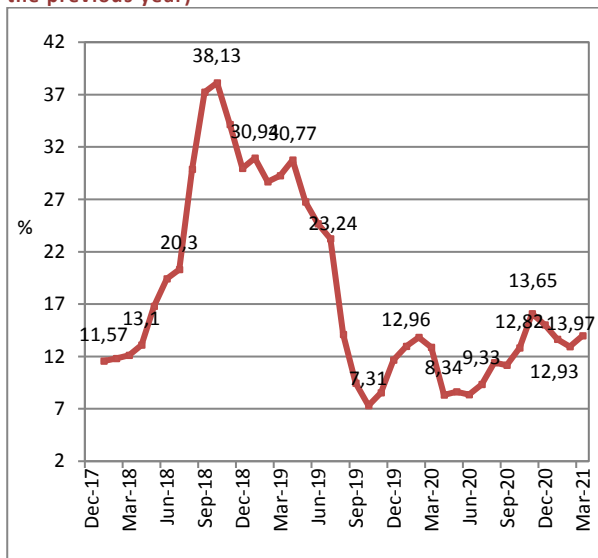
Chart 2.3: Inflation Rates (Compared to the previous month)



Source: TRNC Statistical Institute

In the first quarter of 2021, inflation rates compared to the previous month have been 13.65, 12.93 and 13.97 percent in January, February and March, respectively. In the same period of 2020, inflation rates were 12.96, 13.84 and 12.87 percent, respectively.

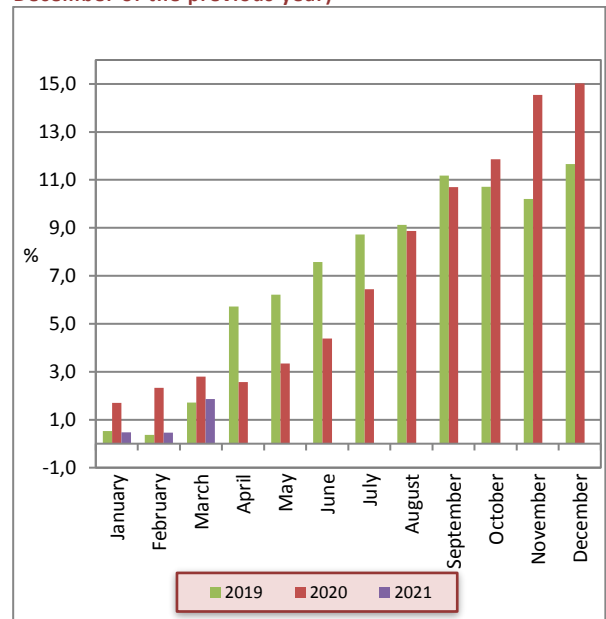
Chart 2.4: Inflation Rates (Compared to the same month of the previous year)



Source: TRNC Statistical Institute

In the first quarter of 2021, inflation rates compared to the previous month have been 0.48, 0.46 and 1.86 percent in January, February and March, respectively. In the first quarter of 2020, inflation rates compared to the previous month were 1.70, 2.33 and 2.80 percent in the same months, respectively.

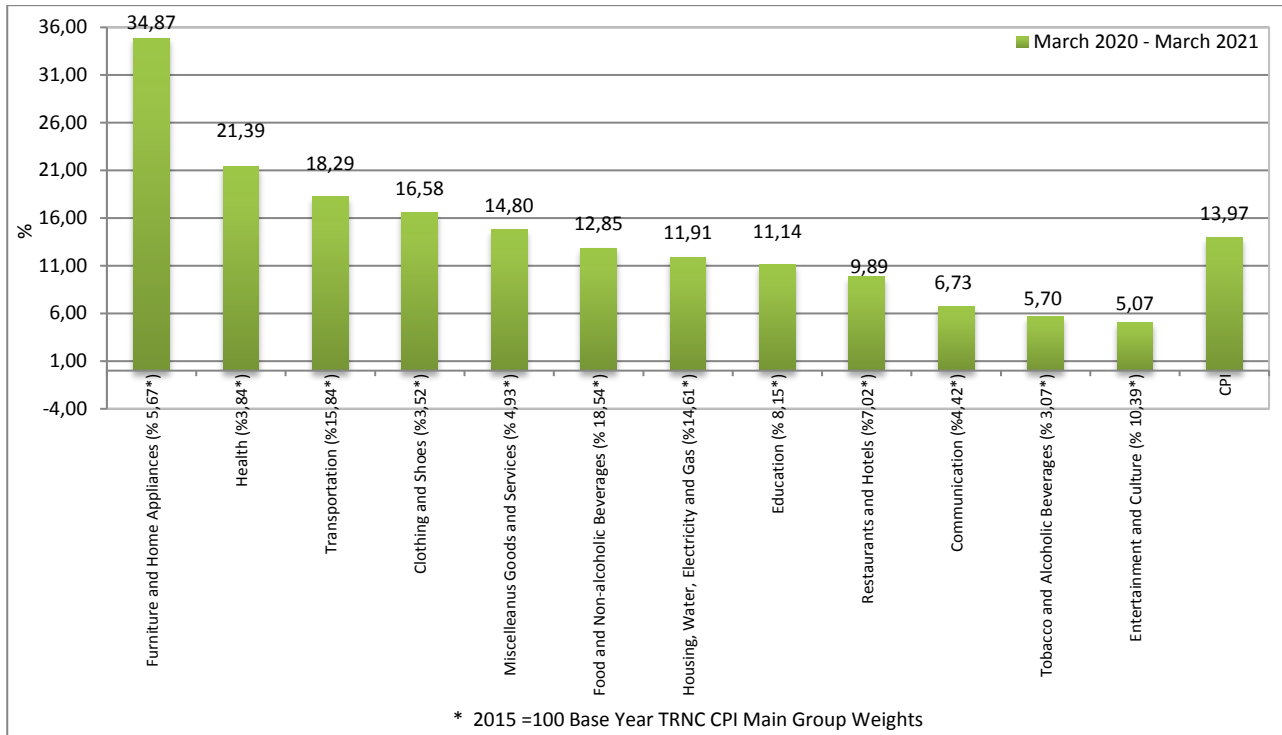
Chart 2.5: Cumulative Inflation Rates (Compared to December of the previous year)



Source: TRNC Statistical Institute

The sectors with the highest price increase at the end of March 2021 are furniture and home appliances with 34.87 percent, health item with 21.39 percent and, transportation item with 18.29 percent. As of the end of March 2021, the lowest price increase compared to the same period of the previous year has been the entertainment and culture item by 5.07 percent.

Chart 2.6: 12-Month Cumulative Inflation Rates



Source: TRNC Statistical Institute

Change rates in the Consumer Price Index for the years 2020, 2019 and 2021 are presented in Table 2.3, monthly, annually and compared to the end of the 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
2020	January	1.7	1.7	12.96
	February	0.62	2.33	13.84
	March	0.47	2.8	12.87
	April	-0.23	2.57	8.34
	May	0.75	3.34	8.64
	June	1.01	4.38	8.36
	July	1.98	6.44	9.33
	August	2.28	8.87	11.4
	September	1.68	10.7	11.18
	October	1.04	11.86	12.82
	November	2.41	14.55	16.08
	December	0.41	15.03	15.03
2021	January	0.48	0.48	13.65
	February	-0.02	0.46	12.93
	March	1.39	1.86	13.97

Source: TRNC Statistical Institute

3 FOREIGN TRADE AND TOURISM

(Trade statistics for 2019 and 2020 prepared by TRNC Department of Trade have been revised. The exports and imports data of 2021 could not be obtained. Therefore, the existing data of the relevant period was not updated.)

3.1 EXPORTS AND IMPORTS

According to the exports and imports data announced by the Department of Trade, total exports in USD increased by 28.3 percent in the first quarter, 21.3 percent in the second quarter, 14.1 percent in the third quarter and 21.9 percent in the fourth quarter of 2020, compared to the same period of the previous year. Examining the total figures of TRNC in 2019, total exports was 82.5 million USD, while it has increased to 101.1 million USD in the same period of 2020. The increase observed in dairy products, citrus fruits and scrap items made the most important contribution to the rise.

In the first quarter of 2020, imports decreased by 11.6 percent, compared to the same period of the previous year. Total imports, which were 371.6 million USD in the second quarter of 2019, decreased by 36.1 percent in the second quarter of 2020, when the effects of the Covid-19 pandemic deepened and declined to 237.5 million USD. Looking at the third quarter of 2020, it is seen that the ongoing decline in the total import figure compared to 2019 has fallen to 20.5 percent. It decreased by 24.5 percent compared to the same period of the previous year. In 2020, TRNC imports decreased by 23.1 percent compared to 2019.

Table 3.1: Exports and Imports

	Exports (US dollar)			Imports (US dollar)		
	2019	2020	Percentage Change	2019	2020	Percentage Change
January	6,467,862	11,817,646	82.7	140,227,976	110,633,960	-21.1
February	10,992,833	15,155,057	37.9	119,195,365	136,822,641	14.8
March	11,550,142	10,259,962	-11.2	121,056,853	88,856,923	-26.6
Quarter I	29,010,837	37,232,662	28.3	380,480,194	336,313,524	-11.6
April	11,652,631	14,181,526	21.7	141,873,732	47,735,747	-66.4
May	8,464,815	8,060,696	-4.8	133,460,950	82,155,298	-38.4
June	3,554,331	6,472,775	82.1	96,263,689	107,620,078	11.8
Quarter II	23,671,777	28,714,997	21.3	371,598,371	237,511,123	-36.1
July	5,160,897	5,157,829	-0.1	149,312,147	104,208,658	-30.2
August	5,234,252	6,433,544	22.9	110,361,513	110,158,325	-0.2
September	4,186,735	5,040,279	20.4	137,337,856	101,277,270	-26.3
Quarter III	14,581,884	16,631,326	14.1	397,011,516	315,644,253	-20.5
October	5,490,470	5,256,283	-4.3	145,435,998	117,346,260	-19.3
November	4,428,878	6,523,306	44.67	144,120,055	97,736,726	-32.2
December	5,281,533	6,746,471	27.7	149,274,321	116,028,951	-22.3
Quarter IV	15,200,881	18,526,060	21.9	438,830,374	331,111,937	-24.5
Year Total	82,465,379	101,105,374	22.6	1,587,920,455	1,220,580,837	-23.1

Source: Department of Trade

Note 1) Exports to Southern Cyprus are not included. 2) The import and export figures for 2020 are temporary.

Import figures of vehicles, which has the largest share in total imports in 2020, increased by 6.5 percent in USD, compared to the same period of 2019. Fuel item, which has the second-highest share, decreased by 47.3 percent in USD terms compared to the same period of the previous year. Total imports of animal feeds and additives, which have the third-highest share, increased by 5.6 percent in USD terms compared to the same period of the previous year, while its share in the total

increased from 1.9 percent to 2.5 percent. The share of ten selected import items within the total has been 33.8 percent in 2019 and 35.4 percent in 2020. Total import figures of the selected ten items in US dollar terms decreased by 19.4 percent in 2020, compared to the previous year.

Table 3.2: Main Import Goods (US dollar)

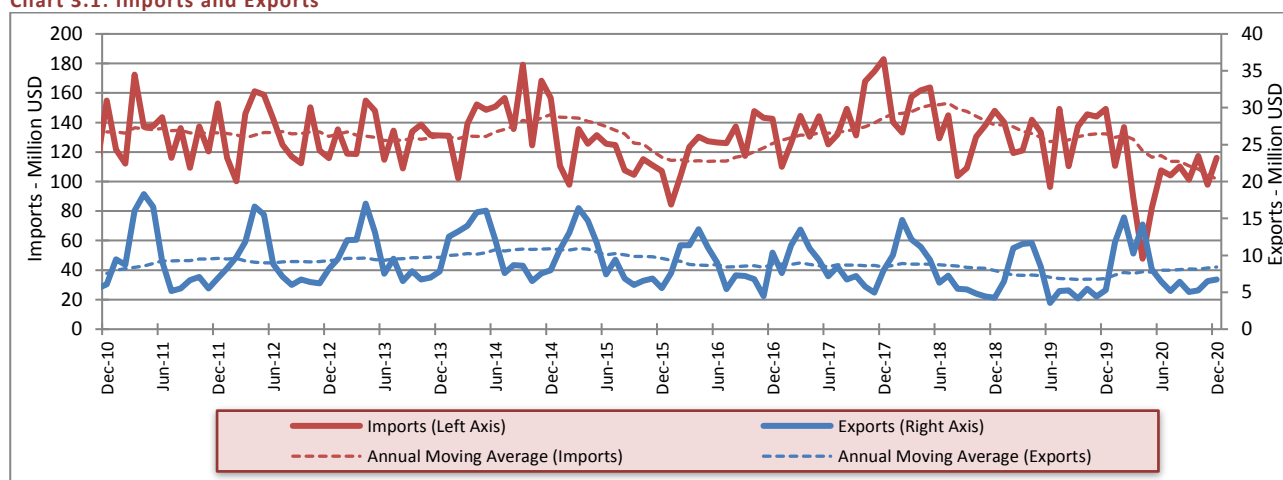
Type of Goods	2019	Share in the Grand Total	2020	Share in the Grand Total	Percentage Change
Vehicles	118,244,229	7.4	125,960,074	10.3	6.5
Fuel	170,426,746	10.7	89,834,999	7.4	-47.3
Animal Feeds and Additives	29,376,835	1.9	31,035,829	2.5	5.6
Construction Iron	41,358,655	2.6	30,664,348	2.5	-25.9
Medications	36,189,135	2.3	30,195,611	2.5	-16.6
Clothing Industry	48,273,184	3.0	29,429,222	2.4	-39.0
Telephone Handset	25,821,985	1.6	28,225,404	2.3	9.3
Mobile Phones	24,629,988	1.6	26,901,750	2.2	9.2
Cigarettes	25,312,163	1.6	21,965,837	1.8	-13.2
Corn	16,735,179	1.1	18,046,697	1.5	7.8
Total	536,368,099	33.8	432,259,771	35.4	-19.4
Grand Total	1,587,920,455		1,220,580,837		-23.1

Source: Department of Trade

When exports and imports of the TRNC for 10 years between the period December 2010 and December 2020 are analysed, it is observed that exports volume increased in the first half of each year and dropped in the second half of each year. On the other hand, the annual moving average of total exports displayed a steady upward trend in the period between 2010 and 2014, then it started to decrease and displayed a steady downward trend in the period after May 2015.

Analysing the imports, the lowest level since August 2008 has been recorded as 40.8 million USD in April 2020. Looking at the moving average of imports, it is seen that it remained steady until February 2020, then it declined rapidly since March due to the Covid-19 epidemic, and remained low during the third and fourth quarters of 2020.

Chart 3.1: Imports and Exports

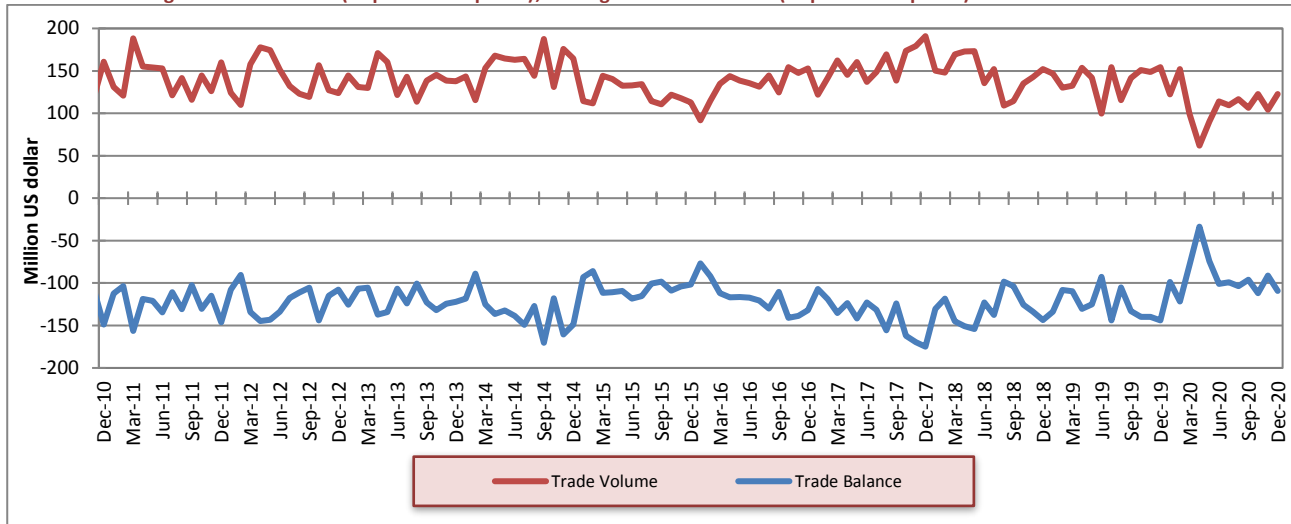


Source: Department of Trade

Due to the low imports to exports ratio, the increase in the foreign trade of the TRNC implies an increase in the foreign trade deficit and indicates the growing external dependency of the country's economy. The trade volume, which was 154 million USD in December 2019, has become 122 million USD in the same period of 2020. In the relevant periods, foreign trade deficit figures have been 144 million USD and 109 million USD, respectively.

While the average exports to imports ratio had been 5 percent between 2006 and 2010, it reached 7.3 percent in the 2011 - 2015 period. Between 2016 and 2020, the average figure was 6.4 percent. In 2020, imports to exports ratio reached 8.28 percent.

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



Source: Department of Trade

In 2019, the share of Turkey, other European countries and the Middle East and Arab countries groups in total exports increased compared to the previous year, while the share of EU countries and other countries decreased.

Compared to t2019, exports to Turkey, EU Countries and the Middle East and Arab Countries decreased, exports to other EU countries and other countries increased in 2020. The share of Turkey, which has the largest share in total exports of TRNC, was 49 percent by the end of 2020.

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

Years	Turkey	EU	Other EU Countries	Middle Eastern and Arab 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

Source: Department of Trade

Referring to the figures for 2020, the share of imports from Turkey has been 59.9 percent and the share of imports from EU countries has been 16.9 percent. Compared to the same period of 2019, imports from

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

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

Years	Turkey	EU	Far Eastern Countries	Other EU Countries	Middle Eastern and Arab 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	59.9	16.9	12.0	3.4	4.7	3.0

Source: Department of Trade

3.2 TOURISM

(The data for the first quarter of 2021 on the occupancy rate of tourist facilities and accommodation have not yet been published).

In the first quarter of 2021, the number of passengers entering the country continued to remain low due to the ongoing measures taken against the Covid-19 outbreak. The number of passengers arriving to the country by air and sea was 5,295, 6,948 and 10,032 respectively in January, February and March 2021.

According to these figures, the number of passengers arriving in the country in the first quarter of 2021

decreased by 92.2 percent to 22,275, compared to the same period of 2020.

In the first quarter, 9,025 of the arriving passengers were Turkish citizens, 13,250 of which were from third countries.

In the first quarter of 2021, the total number of passengers arriving in the country by air and sea decreased by 38.3 percent compared to the fourth quarter of 2020. This figure was the second-lowest period after the second quarter of 2020, the beginning of the outbreak.

Table 3.5: Passengers Arriving in TRNC by Air and Sea

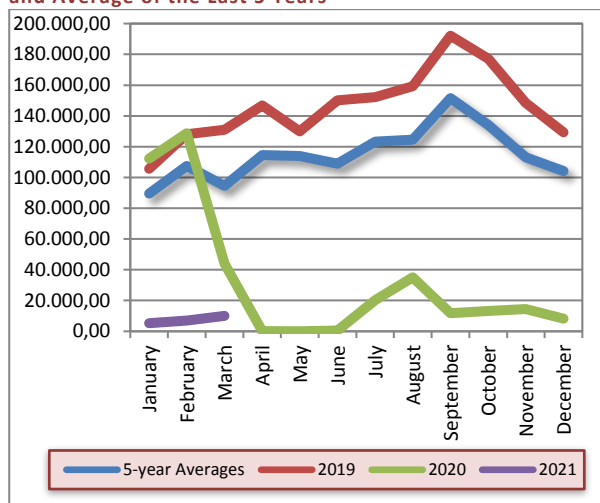
Period	Turkish Citizen			Third Country Citizen			Total		
	2020	2021	Percentage Change	2020	2021	Percentage Change	2020	2021	Percentage Change
January	92,100	3,079	-96.7	20,132	2,216	-89.0	112,232	5,295	-95.3
February	99,746	2,307	-97.7	28,988	4,641	-84.0	128,734	6,948	-94.6
March	34,452	3,639	-89.4	9,655	6,393	-33.8	44,107	10,032	-77.3
Quarter I	226,298	9,025	-96.0	58,775	13,250	-77.5	285,073	22,275	-92.2
Total	226,298	9,025	-96.0	58,775	13,250	-77.5	285,073	22,275	-92.2

Source: Tourism Planning Department

The fact that the number of passengers in the first quarter of 2021 was less than previous years due to the measures taken against the pandemic caused a low average in 2021 and to a serious decrease in the average of the last five years.

When the number of passengers arriving in the first quarter of 2021 is compared with the averages of 2020 and the last five years, it is seen that it was at the lowest level after the second quarter of 2020, the beginning of the outbreak.

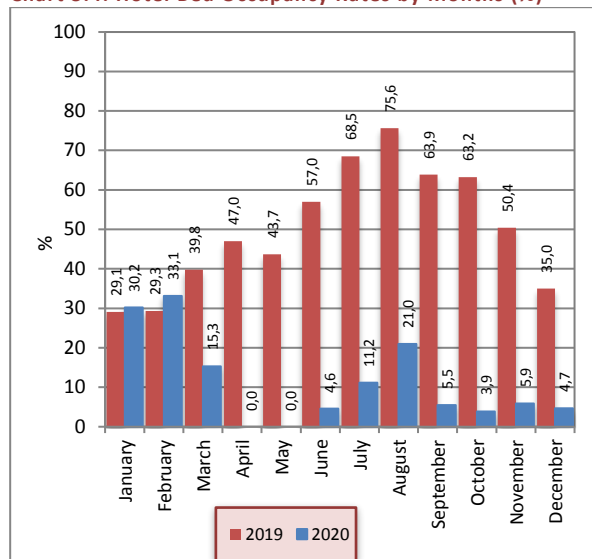
Chart 3.3: Arriving Passengers in 2021 Compared to 2019 and Average of the Last 5 Years



Source: Tourism Planning Department

The occupancy rates of the touristic facilities in our country during October, November and December 2020 were 3.5, 5.9 and 4.7 percent. For the same period of 2019, these rates were 63.2, 50.4 and 35 percent, respectively. This decline was also experienced due to the closing of border gates and tourist accommodation facilities as a result of the quarantine measures taken after the Covid-19 pandemic that began in March 2020 in our country. After the lifting of lockdown restrictions, facilities that have received an Advanced Level of Hygiene Standards and Measures Certificate have been allowed to reopen as of June 1, 2020. While the number of facilities that were awarded the Advanced Level of Hygiene Standards and Measures Certificate was 84 as of September 30, 2020, it increased to 94 as of the end of 2020.

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

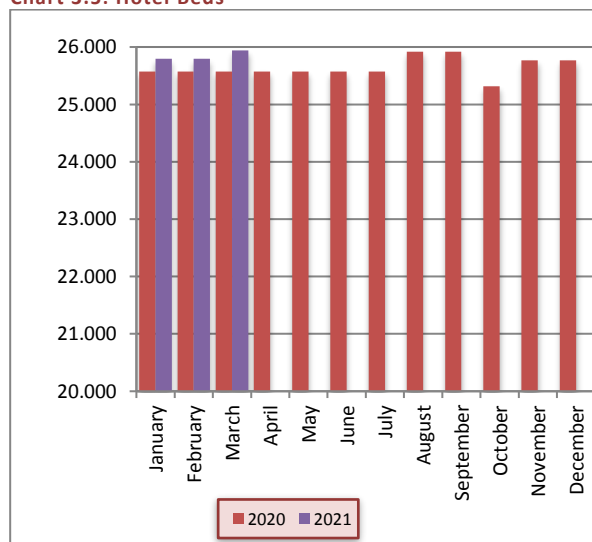


Source: Tourism Planning Department

*After March 2020, occupancy rates are calculated based on facilities that have the "Advanced Hygiene Standards and Measures Certificate".

It is seen that the total number of hotel beds, which was 25,766 at the end of 2020, has reached 25,942 at the end of the first quarter of 2021. Having increased by 0.8 percent in 2020 compared to the end of 2019, total number of hotel beds increased by 0.7 percent in the first three months of 2021.

Chart 3.5: Hotel Beds



Source: Tourism Planning Department

When border gate entries into the TRNC during the first quarters of 2020 and 2021 are examined, it is observed that the border gate entries (excluding TRNC citizens)

were 711,731, while this figure decreased by 89.6 percent to 74,279 during the period January-March 2021.

Table 3.6: Border Gate Entries to TRNC by Nationalities and Months

Nationality	Southern Cyprus		Other Countries		Total	
	2020	2021	2020	2021	2020	2021
January	197,924	134	120,772	959	318,696	11,151
February	182,753	213	124,300	907	307,053	17,150
March	52,878	1,099	33,104	2,484	85,982	45,978
Total	433,555	1,446	278,176	4,350	711,731	74,279

Source: Tourism Planning Department

The total number of people staying at the tourist accommodation facilities in the TRNC was 1,149,714 and 244,614 in 2019 and 2020, respectively. It is observed that the total bed nights were 4,456,543 and 791,959 in the same periods, respectively.

The average length of stay, which is obtained by dividing the total overnights by the number of tourist accommodations, was calculated as 3 nights for Turkish citizens and 6 nights for citizens of other countries in 2019 and 2020.

Table 3.7: Number of Tourist Accommodations and Bednights by Nationalities

	Tourist Accommodations			Bednights		
	2019	2020	Percentage Change	2019	2020	Percentage Change
TR	769,763	155,329	-79.82	2,339,638	432,587	-81.51
Other	329,418	46,263	-85.96	2,003,944	275,757	-86.24
TRNC	50,560	43,022	-14.91	112,961	83,615	-25.98
Total	1,149,714	244,614	-78.72	4,456,543	791,959	-82.23

Source: Tourism Planning Department

4 BUDGETARY DEVELOPMENTS

4.1 FIRST QUARTER 2021 RESULTS

In the first quarter of the fiscal year 2021, TRNC's total budget revenues decreased by 5.1 percent, and total expenditures increased by 15 percent, compared to the same period of the previous year. Following these changes, budget revenues and budget expenditures were 1,614.6 and 1,843.8 million TRY in the first quarter of 2021. In the first quarter of 2020, public finance, which had a surplus of 98.5 million TRY, had a deficit of 229.2 million TRY in the same period of 2021.

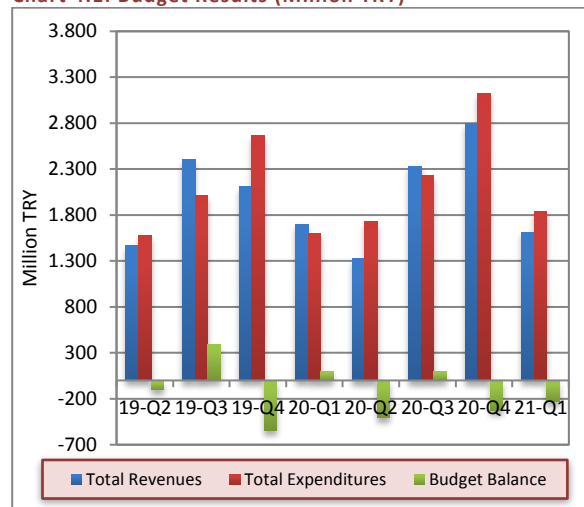
Table 4.1: Budget Balance (Million TRY)

	2020		2021		% Change
	Annual Results	January-March Results	Annual Forecast	January-March Results	
Budget Revenues	8,160.0	1,702.1	9,380.0	1,614.6	-5.1
Budget Expenditures	8,696.2	1,603.6	10,210.0	1,843.8	15.0
Budget Balance	-536.2	98.5	-830.0	-229.2	-332.7

Source: Ministry of Finance

20.9 percent of the total budget revenues of 8,160 million TRY obtained in 2020 were collected in the first quarter. In the same period of 2021, 17.2 percent of the foreseen 9,380 TRY total budget revenues have been collected. In 2021, 18.1 percent of 10,210 million TRY, estimated to be used in the execution of services and activities were used within the first quarter. This rate was 18.4 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 first quarter of the fiscal year 2021, budget revenues decreased by 87.5 million TRY compared to the same period of the previous year and amounted to 1,614.6 million TRY. In the first quarter of 2021, the tax revenues item with the largest share in budget revenues decreased by 8.6 percent compared to the same period of the previous year and amounted to 976.2 million TRY. Total tax revenues were 1,068.5 million TRY in the same period of 2020.

The non-tax revenues item, which has the second-highest share in budget revenues has become 488.4 million TRY in the first quarter of 2021, while it was 544.0 million TRY in the same period of the previous year. In the first quarter of 2021, other revenues item increased by 321.3 percent compared to the same period of the previous year and reached 150 million TRY. In the first quarter of 2021, no income has been obtained from donations, grants and loans item, which was 54 million TRY in the first quarter of 2020.

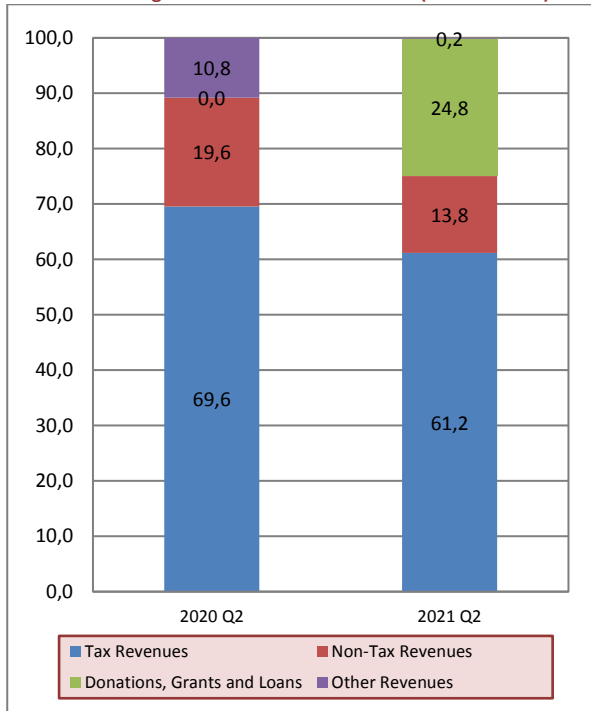
Table 4.2: Budget Revenues (Million TRY)

	2020 January-March	2021 January-March	% Change
Tax Revenues	1,068.5	976.2	-8.6
Non-Tax Revenues	544.0	488.4	-10.2
Donations, Grants and Loans	54.0	0.0	-100.0
Other Revenues	35.6	150.0	321.3
Total	1,702.1	1,614.6	-5.1

Source: Ministry of Finance

While the share of tax revenues in total budget revenues was 62.8 percent in the first quarter of 2020, it has become 60.5 percent in the same period of 2021. In the first quarter of 2021, while the share of non-tax revenues item was 32 percent, it has fallen to 30.2 percent, and while the share of donations, grants and loans was 3.2 percent and it has declined to 0 percent, compared to the same period of 2020. The share of other revenues item increased from 2.1 percent to 9.3 percent in the same period.

Chart 4.2: Budget Revenues Distribution (Million TRY)



Source: Ministry of Finance

4.3 EXPENDITURES

As of the first quarter of 2021, total budget expenditures increased by 15 percent compared to the same period of the previous year and reached from 1,603.6 million TRY to 1,843.8 million TRY. In the first quarter of 2021, current transfers, capital expenditures and transfers, personnel expenditures and goods and service purchase expenditures items increased by 10.9, 879.8, 12.3 and 42.9 percent, respectively, compared to the same period of 2020. Other expenditures item decreased by 47 percent.

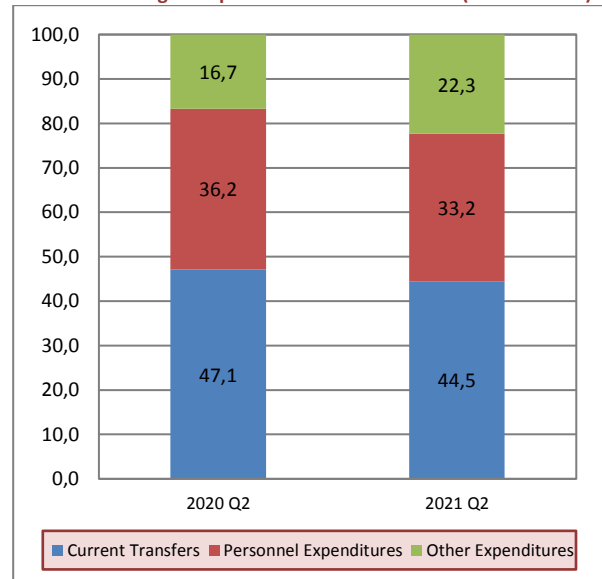
Table 4.3: Budget Expenditures (Million TRY)

	2020 January- March	2021 January- March	% Change
Current Transfers	725.6	805.0	10.9
Personnel Expenditures	630.8	708.1	12.3
Capital Expenditures and Transfers	16.3	159.7	879.8
Goods and Service Purchase Expenditures	54.1	77.3	42.9
Other Expenditures	176.8	93.7	-47.0
Total	1,603.6	1,843.8	15.0

Source: Ministry of Finance

The share of personnel expenditures item in total expenditures was 39.3 percent in the first quarter of 2020, while it has become 38.4 percent in the first quarter of 2021. In the first quarter of 2020, the share of the current transfers constituting 45.2 percent of the total budget expenditures decreased in the first quarter of 2021 and reached 43.7 percent. The share of personnel expenditures and current transfers in budget expenditures was 84.5 percent in the first quarter of 2020 and it has become 82.1 percent in the same period of 2021.

Chart 4.3: Budget Expenditures Distribution (Million TRY)



Source: Ministry of Finance

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

4.4 BUDGET IMPLEMENTATION RESULTS

Total budget expenditures and budget revenues are expected to amount to 10,210 million TRY and 9,380 million TRY in 2021, respectively. Compared to 2020 budget results, budget revenues are foreseen to increase by 15 percent and budget expenditures increased by 17.4 percent in 2021. Tax revenues item, which has the highest share in budget revenues is foreseen to increase by 10.5 percent in 2021 and reach 5,351.8 million TRY, compared to 2020. Non-tax revenues item is projected to decrease by 5.1 percent in 2021 and reach 1,426.2 million TRY, compared to the previous year. While the total donations, grants and loans item was 1,627.3 million TRY in 2020, it has increased by 53.6 percent in 2021 and amounted to 2,500 million TRY, compared to the previous year. Other revenues item is projected to decrease by 45.8 percent and fall to 102 million TRY in 2021, compared to the previous year.

The current transfers item, which had the highest share in budget expenditures in 2020, has increased by 13.9

percent and reached 4,335.6 million TRY in 2021, compared to 2020. The personnel expenditures item, which has the second-highest share in budget expenditures, is projected to increase by 4.7 percent and reach 3,288.6 million TRY. In 2021, the goods and service expenditures item is foreseen to decline to 353.3 million TRY, decreasing by 46 percent compared to 2020. Goods and service purchase expenditures and other expenditures items are expected to reach 783.4 million TRY and 1,449.1 million TRY, respectively.

At the end of the first quarter of 2021, 17.2 percent of the budget revenues expected for 2021 were collected and 18.1 percent of the expected total budget expenditures were spent. For the same period of 2020, these rates were 20.9 and 18.4 percent, respectively.

The budget deficit, which was 536.2 million TRY in 2020, is expected to reach 830 million TRY with an increase of 54.8 percent, according to the 2021 budget forecast.

Table 4.4: Budget Implementation Results (Million TRY)

	2020 Results	2021 Forecast	2020-2021 Change (%)	2020 3-Month Results (%)	2021 3-Month Results (%)	
Revenues	Tax Revenues	4,842.5	5,351.8	10.52	22.07	18.24
	Non-Tax Revenues	1,502.0	1,426.2	-5.05	36.22	34.24
	Donations, Grants and Loans	1,627.3	2,500.0	53.63	3.32	0.00
	Other Revenues	188.2	102.0	-45.80	18.92	147.06
	Grand Total	8,160.0	9,380.0	14.95	20.86	17.21
Expenditures	Current Transfers	3,807.4	4,335.6	13.87	19.06	18.57
	Personnel Expenditures	3,142.3	3,288.6	4.66	20.07	21.53
	Capital Expenditures and Transfers	654.2	353.3	-46.00	2.49	45.20
	Goods and Service Purchase Expenditures	640.4	783.4	22.33	8.45	9.87
	Other Expenditures	451.9	1,449.1	220.67	39.12	6.47
	Grand Total	8,696.2	10,210.0	17.41	18.44	18.06
Revenues - Expenditures	-536.2	-830.0				

Source: Ministry of Finance

4.5 FINANCING BALANCE

The 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 had a deficit of 229.2 million TRY in the first quarter of 2021. In the first quarter of 2021, loans extended by Turkey were not used to finance the budget deficit.

Domestic income items decreased by 2 percent and reached 1,614.6 million TRY in the first quarter of 2021, compared to the same period of 2019.

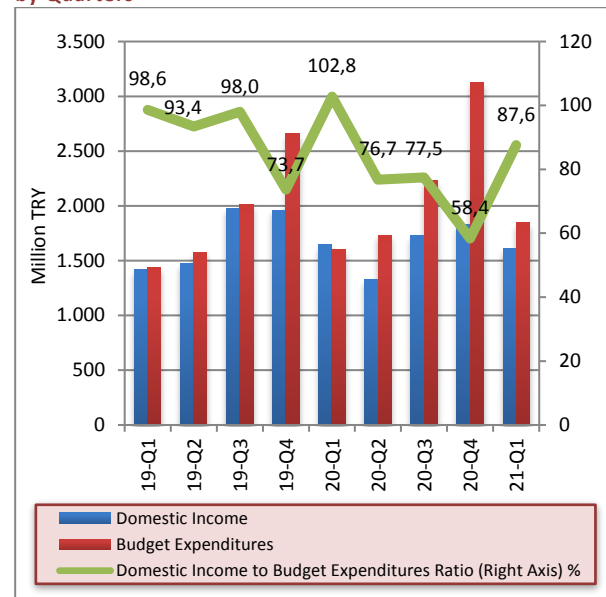
Table 4.5: Financing Balance (Million TRY)

	2020 January - March	2021 January - March
Budget Revenues	1,702.1	1,614.6
1. Domestic Income	1,648.1	1,614.6
Tax Revenues	1068.5	976.2
Non-Tax Revenues	544.0	488.4
Other Revenues	35.6	150.0
2. Foreign Aids	54.0	0.0
Grants Extended by Turkey	54.0	0.0
Budget Expenditures	1,603.6	1,843.8
Personnel Expenditures	630.8	708.1
Current Transfers	725.6	805.0
Capital Expenditures	16.3	159.7
Other Expenditures	230.9	171.0
Financing Balance	98.5	-229.2
Financing	0.0	0.0
Loans Extended by Turkey	0.0	0.0

Source: Ministry of Finance

According to the budget figures for the first quarter of 2021, the domestic income to budget expenditures ratio has reached 87.6 percent. This ratio was 102.8 percent in the first quarter of 2020.

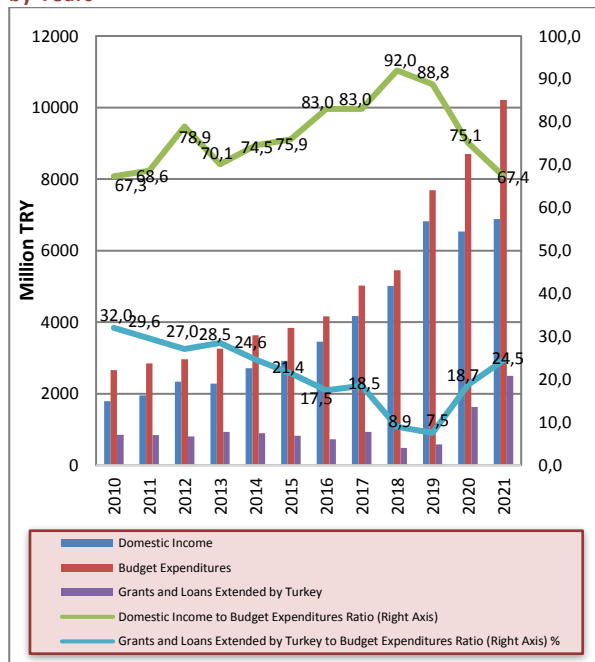
Chart 4.4: Domestic Income to Budget Expenditures Ratio by Quarters



Source: Ministry of Finance

The domestic income (calculated by subtracting the grants and loans extended by Turkey from the budget revenues) to the budget expenditures ratio is projected to reach 67.4 percent in 2021. This ratio was 92, 88.8, and 75.1 percent in 2018, 2019 and 2020, respectively. The ratio of the grants and loans extended by Turkey to the budget expenditures, which is the most important resource for financing the gap between the domestic income and the budget expenditures, is projected to rise to 24.5 percent in 2021. This ratio was 8.9, 7.5, and 18.7 percent in 2018, 2019, and 2020, respectively. Although there has been a positive outlook in the domestic income to budget expenditures ratio in the last 10 years, this outlook has changed due to the effects of the Covid-19 pandemic on economic activity in 2020, and there has been a serious decline in the ratio of domestic income to budget expenditures.

Chart 4.5: Domestic Income to Budget Expenditures Ratio by Years



Source: Ministry of Finance

Note: 2021 budget forecast data is used.

Various measures have been taken in many countries to minimize the effects of the Covid-19 epidemic affecting the whole world. In the Global Economic Outlook report published by the IMF in June 2020, it was emphasized that a large increase in government borrowing rates is expected due to the outbreak. In our country, the domestic borrowing mechanism started to be used in this period.

In the first quarter of 2021, a total of 114.1 million TRY was borrowed through the Government Domestic Borrowing Bond (DIBS) tenders and 88 million TRY repayments were made. At the end of the first quarter of 2021, the total balance of GDBB stock has been 249.1 million TRY.

In the first quarter of 2021, in addition to the net borrowing of 26.1 million TRY through GDBB issuances, a Short-Term Advance amounting to 385 million TRY was provided by the Central Bank to the Ministry of Finance. Accordingly, in the first quarter of 2021, the net domestic borrowing of the Ministry of Finance has been 411.1 million TRY.

Table 4.6: TRY Government Domestic Borrowing Bond (DIBS) Tenders

ISIN CODE	KKB 050521T27	KKB 040621T19	KKB 250222T17*
Effective Date	24.02.2021	25.02.2021	25.02.2021
Redemption Date	05.05.2021	04.06.2021	25.02.2022
Term	70 days	99 days	365 days
Amount Tendered	Nom. 6,583,925	97,000,000	93,000,000
Agreed Amount	Nom. 6,583,925	59,500,000	48,000,000
Agreed Interest Rate (%)	Lowest	18.00	18.00
	Highest	18.00	19.00
	Ave.	18.00	18.64
	Average Annual Compound	19.36	19.94
			TLREF+2.00

Source: Central Bank of TRNC

Nom.: Nominal

Ave.: Average

* Government bond issued by the TRNC Ministry of Finance on February 25, 2021, through the Central Bank of the TRNC, with a maturity of 365 days, floating rate, and a semi-annual coupon.

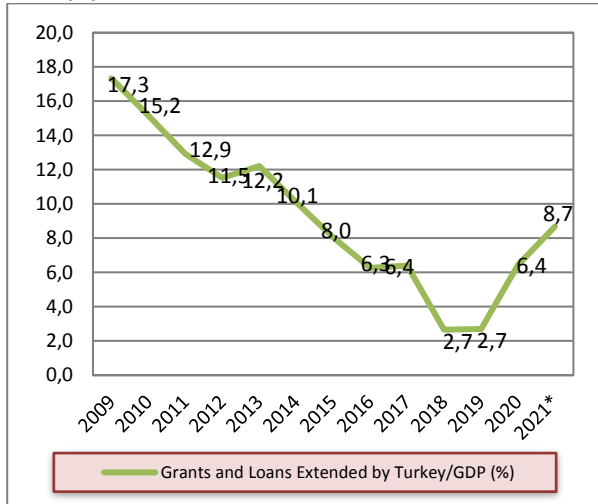
TLREF: Turkish Lira Overnight Reference Interest Rate announced by BIST.

TLREF on 25.02.2021: 17.3394%

2021 Fiscal Year Budget Law envisages covering the budget expenditures by creating a net internal resource of 830 million TRY, in addition to the grants, aid and loans to be received from the Republic of Turkey. Considering the 411.1 million TRY domestic borrowing made in the first quarter of the year, the total net domestic borrowing that the Ministry of Finance can make in the remaining three quarters of the year is 419 million TRY. With the implementation of the precautionary measures not included in the budget against the effects of the Covid-19 outbreak in 2021, it is commented that the 830 million TRY deficit, which is expected for the end of 2021, will be higher and that urgent measures must be taken to finance the budget expenditures that will occur throughout the year. The measures to be taken should increase the budget revenues, decrease the budget expenditures or provide both.

Analysing the total loans extended by Turkey to GDP ratio, used as a source of funding to meet the budget deficit, it is observed that there has been a decrease over the years. Grants and loans extended by Turkey to GDP ratio, which was 17.3 percent in 2009, was 2.7 percent as of the end of 2019 and has become 6.4 percent as of the end of 2020. Analysing the 2021 fiscal year budget forecast data and the 2021 GDP forecast data, it is estimated that this ratio will be 8.7 percent in 2021.

Chart 4.6: Grants and Loans Extended by Turkey/TRNC GDP Ratio (%)



Source: Ministry of Finance, TRNC Statistical Institute

Note₁: For 2020 and 2021, SPO's Medium Term Plan (2020-2022) GDP target figure is used.

Note₁: 2021 budget forecast data is used.

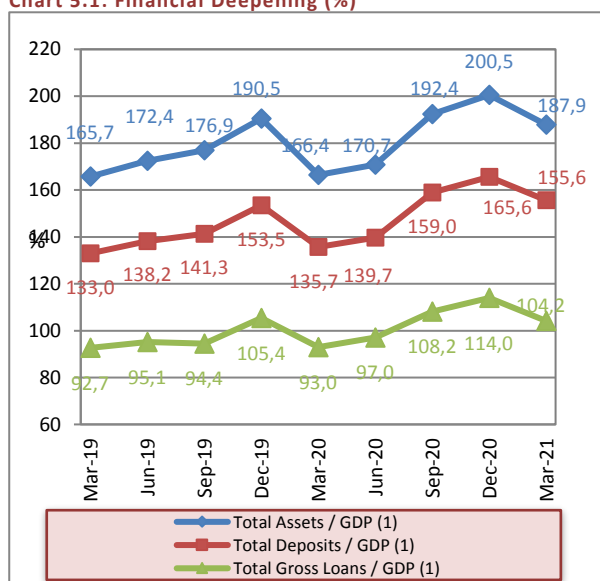
5 MONETARY AND FINANCIAL DEVELOPMENTS

5.1 OVERVIEW OF THE BANKING SECTOR

5.1.1 FINANCIAL DEEPENING

Financial deepening figures for the first quarter of 2021 decreased, compared to the previous quarter. Total gross loans to GDP ratio decreased from 114 percent to 104.2 percent, total assets to GDP ratio from 200.5 percent to 187.9 percent and total deposits to GDP ratio from 165.6 percent to 155.6 percent.

Chart 5.1: Financial Deepening (%)



Source: Central Bank of the TRNC, SPO

Note: (1) SPO's 2020 - 2021 GDP forecast figures have been used.

5.1.2 PERFORMANCE RATIOS OF THE BANKING SECTOR

In the sector, the share of cash and cash equivalents in total assets has increased to 29.22 percent in the first quarter of 2021, compared to the previous quarter. This rate was 29.66 percent in the same period of the previous year.

CASR (Capital Adequacy Standard Ratio), which was 15.91 percent at the end of December 2020, has increased by 0.02 points to 15.93 percent in the fourth quarter of 2021.

The share of NPL in gross loans declined from 5.41 to 5.12 percent at the end of March 2021, compared to the previous quarter.

The gross loans to deposits ratio decreased by 1.89 percentage points to 66.93 percent in the first quarter of 2021, compared to the previous quarter.

The share of gross loans in total assets, which was 55.89 percent in March 2020, declined to 55.45 percent in March 2021. It has decreased by 1.38 points, compared to the previous quarter.

Gross loans increased by 4.21 percent in the first quarter of 2021, compared to the previous quarter. Gross loans increased by 4.07 percent in the same period of the previous year.

Deposits increased by 4.16 percent in the last quarter of 2020, and then by 7.15 percent in the first quarter of 2021.

The financial leverage ratio, which was 10.33 at the end of December 2020, reached 10.43 in the first quarter of 2021.

Table 5.1: Performance Ratios

	2020				2021
	Mar.	Jun.	Sept.	Dec.	Mar.
Cash and Cash Equivalents / Total Assets (%)	29.66	27.39	27.92	29.17	29.22
CASR (%)	16.90	16.92	15.69	15.91	15.93
NPL / Gross Loans (%)	6.35	6.05	5.48	5.41	5.12
Gross Loans / Total Deposits (%)	68.55	69.47	68.06	68.82	66.93
Gross Loans / Total Assets (%)	55.89	56.83	56.23	56.83	55.45
Quarterly Growth Rate on Gross Loans (%)	4.07	4.31	11.51	5.32	4.21
Quarterly Growth Rate on Gross Loans (%)	4.29	2.93	13.82	4.16	7.15
Financial Leverage ¹	9.64	9.72	10.46	10.33	10.43

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 first quarter of 2021 is 53.84 percent, and the share of the top ten banks in total assets is 80.65 percent.

In terms of the size of gross loans in the same period, the share of the first five banks in the sector is 56.18 percent and the share of the top ten banks is 82.9 percent.

In terms of deposit size, the share of the five largest banks in total deposits is 55.63 percent and the share of the top ten banks is 82.16 percent.

Lastly, in terms of the size of the debts to banks item, the share of the first five banks in the sector is 69.75 percent and the share of the top ten banks is 93.11 percent,

In terms of the size of shareholders' equity in the relevant period, the share of the first five banks in total shareholders' equity is 54.83 percent, while the share of the top ten banks is 82.80 percent.

Table 5.2: Concentration in the Banking Sector (%)

Shares of the First Five Banks in the Sector	2020				2021
	March	June	September	December	March
Assets	55.35	55.17	54.44	54.21	53.84
Gross Loans	56.65	55.87	55.59	56.62	56.18
Deposits	56.48	56.38	55.81	55.84	55.63
Debts to Banks	69.39	68.65	68.30	69.49	69.75
Shareholders' Equity	55.03	55.36	54.95	54.15	54.83
Shares of the First Ten Banks in the Sector					
Assets	80.19	80.29	80.45	81.10	80.65
Gross Loans	81.96	82.07	82.31	82.94	82.90
Deposits	81.32	81.60	81.84	82.59	82.16
Debts to Banks	93.41	94.15	94.53	94.95	93.11
Shareholders' Equity	81.91	81.65	82.21	82.45	82.80

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 March 2021. Among the 21 banks in

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

Table 5.3: Banks

	Mar.19	Jun.19	Sept.19	Dec.19	Mar.20	Jun.20	Sept.20	Dec.20	Mar.21
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 216 in the first quarter of 2021. When the distribution of branch

numbers based on bank groups is examined, it is seen that 66.67 percent of the total number of branches

belongs to private banks, 18.05 percent to branch banks and 15.28 percent to public banks.

Table 5.4: Branches and Personnel

Number of Branches									
	Mar.19	Jun.19	Sept.19	Dec.19	Mar.20	Jun.20	Sept.20	Dec.20	Mar.21
Public Banks	33	33	33	33	33	33	33	33	33
Private Banks	158	159	160	160	160	152	152	150	144
Branch Banks	39	39	39	39	39	39	39	39	39
Total	230	231	232	232	232	224	224	222	216
Number of Personnel									
Public Banks	537	534	528	522	512	508	514	511	508
Private Banks	2,077	2,078	2,096	2,122	2,120	2,090	2,081	2,071	2,057
Branch Banks	526	533	539	549	542	537	538	536	531
Total	3,140	3,145	3,163	3,193	3,174	3,135	3,133	3,118	3,096

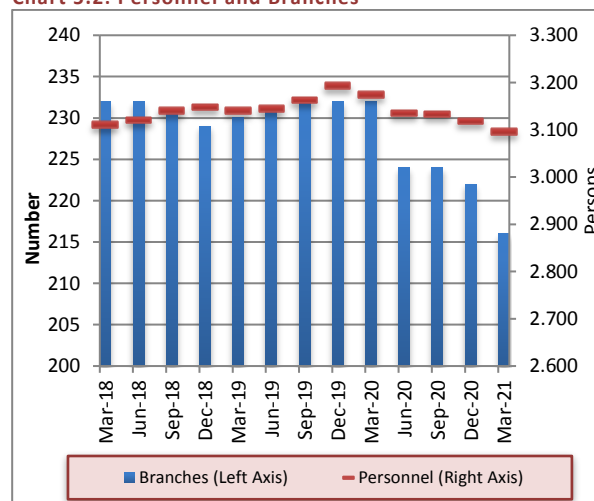
Source: Central Bank of TRNC

The number of personnel employed in the sector decreased by 22 persons from 3,118 to 3,096 during December 2020 - March 2021 period. 508 of this personnel are working in public banks, 2,057 in private banks and 531 in branch banks. In this period, the number of personnel employed in private banks decreased from 2,071 to 2,057, the number of personnel in branch banks from 536 to 531, and the number of personnel in public banks from 511 to 508.

During March 2020 - March 2021 period, the number of personnel working in the banking sector decreased by 78 persons to reach 3,096 from 3,174. In the mentioned period, when the change in the number of personnel is analysed based on bank groups, there was a decrease of 63 persons employed in private banks, 11 person in branch banks, and 4 persons in public banks.

In the first quarter of 2021, it is observed that 16.41 percent of the personnel working in the sector belong to public banks, 66.44 percent belong to private banks and 17.15 percent belong to branch banks.

Chart 5.2: Personnel and Branches



Source: Central Bank of TRNC

As of the first quarter of 2021, the number of ATMs operating in the sector has been 516. When the distribution of ATMs by bank groups is analysed, branch banks rank first with 234 ATMs. Branch banks are followed by private banks with 225 ATMs and public banks with 57 ATMs. During March 2020 - March 2021 period, the number of ATMs operating in the sector increased from 510 to 516.

Table 5.5: ATMs

	Mar.20	Jun.20	Sept.20	Dec.20	Mar.21
Public Banks	57	57	57	57	57
Private Banks	222	218	219	224	225
Branch Banks	231	232	233	234	234
Total	510	507	509	515	516

Source: Central Bank of TRNC

5.2 BANKING SECTOR CONSOLIDATED BALANCE SHEET

Total assets of the banking sector, which was 50,601.3 million TRY at the end of December 2020, have increased by 6.82 at the end of March 2021 and reached 54,052 million TRY. In the aforementioned period, cash and cash equivalents increased by 6.99 percent, securities portfolio by 11.66 percent, gross loans by 4.21 percent and other assets by 22.45 percent.

Total assets of the sector increased by 28.69 percent in March 2020 - March 2021 period. In the same period, cash and cash equivalents increased by 26.8, gross

loans by 27.66 percent, and securities portfolio by 58.16 percent. In the same period, deposits increased by 30.75 percent and shareholders' equity by 19.79 percent.

Deposits, which is the most important funding source of the sector increased by 7.15 percent and the shareholders' equity increased by 5.86 percent in December 2020 - March 2021 period.

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

	2020				2021	Percentage Change	
	March	June	September	December	March	12/2020 - 03/2021	03/2020 - 03/2021
Cash and Cash Equivalents	12,455.7	11,800.6	13,556.6	14,761.7	15,794.1	6.99	26.80
Securities Portfolio	2,503.8	3,078.5	3,498.0	3,546.4	3,960.0	11.66	58.16
Total Gross Loans	23,475.6	24,487.2	27,305.2	28,758.3	29,969.3	4.21	27.66
Other Assets	3,566.1	3,724.5	4,196.9	3,534.9	4,328.6	22.45	21.38
Total Assets/Liabilities	42,001.2	43,090.8	48,556.7	50,601.3	54,052.0	6.82	28.69
Deposits	34,244.8	35,247.1	40,117.0	41,787.6	44,774.9	7.15	30.75
Debts to Banks	2,218.7	2,209.9	2,517.5	2,531.0	2,786.7	10.10	25.60
Other Liabilities	1,589.8	1,615.4	1,685.1	1,815.3	1,761.1	-2.99	10.77
Shareholders' Equity	3,947.9	4,018.4	4,237.1	4,467.4	4,729.3	5.86	19.79

Source: Central Bank of TRNC

5.2.1 ASSETS AND LIABILITIES STRUCTURE

In the first quarter of 2021, the largest share in the sector's total assets is gross loans with 55.45 percent. Gross loans are followed by cash and cash equivalents with a share of 29.22 percent, other assets with a share of 8 percent and securities portfolio with 7.33 percent.

When the banking sector is evaluated in terms of the share of the items constituting the asset structure of the March 2020 - March 2021 period, an increase in securities portfolio, and decrease in cash and cash equivalents, gross loans and other assets is observed.

As of March 2021, 82.84 percent of the total liabilities are deposits, 8.75 percent is shareholders' equity, 5.16 percent is debts to banks and 3.25 percent is other liabilities.

When the items constituting the liability structure of the banking sector are evaluated in terms of their shares in March 2020 - March 2021 period, it is seen that there is an increase in deposits item, and a decrease in debts to banks, other liabilities and shareholders' equity items.

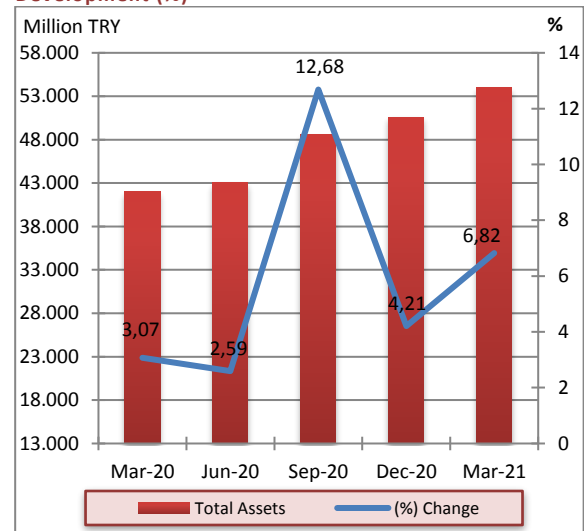
Table 5.7: Structural Percentage Distribution of Banking Sector Assets / Liabilities (%)

Assets	2020				2021
	March	June	September	December	March
Cash and Cash Equivalents	29.66	27.39	27.92	29.17	29.22
Securities Portfolio	5.96	7.14	7.20	7.01	7.33
Total Gross Loans	55.89	56.83	56.23	56.83	55.45
Other Assets	8.49	8.64	8.65	6.99	8.00
Total	100.00	100.00	100.00	100.00	100.00
Liabilities					
Total Deposits	81.53	81.80	82.62	82.58	82.84
Debts to Banks	5.28	5.13	5.18	5.00	5.16
Other Liabilities	3.79	3.75	3.47	3.59	3.25
Shareholders' Equity	9.40	9.32	8.73	8.83	8.75
Total	100.00	100.00	100.00	100.00	100.00

Source: Central Bank of TRNC

Total assets of the banking sector increased by 3.07 percent in March 2020, compared to the previous quarter. Total assets of the banking sector increased by 6.82 percent in March 2021, compared to the previous quarter.

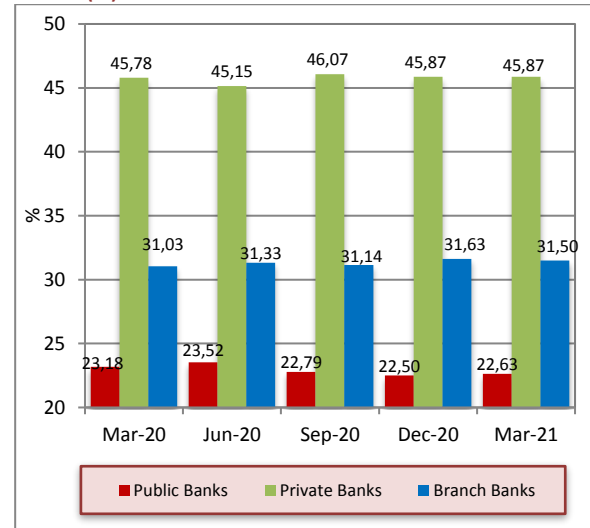
Chart 5.3: Assets of the Banking Sector and Quarterly Development (%)



Source: Central Bank of TRNC

In the first quarter of 2021, the sector's total assets remained unchanged as 45.87 percent in the private banks group, increased from 22.5 to 22.63 percent in the public banks group, while it decreased from 31.63 percent to 31.5 percent in the branch banks group, compared to the previous quarter. In March 2020 - March 2021 period, there was downsizing in the group of public banks and growth in the groups of private banks and branch banks.

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



Source: Central Bank of TRNC

In the first quarter of 2021, public banks' total assets increased by 7.44 percent, private banks' total assets by 6.82 percent and branch banks' total assets by 6.38 percent, compared to the previous quarter. Total assets

increased by 25.63 percent in public banks, by 28.92 percent in private banks and by 30.64 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)

	2020				2021	Percentage Change	
	March	June	September	December	March	12/2020-03/2021	03/2020-03/2021
Public Banks	9,737.6	10,135.5	11,064.2	11,386.1	12,233.2	7.44	25.63
Private Banks	19,229.7	19,456.7	22,369.8	23,208.8	24,791.8	6.82	28.92
Branch Banks	13,033.9	13,498.6	15,122.7	16,006.4	17,027.0	6.38	30.64
Total	42,001.2	43,090.8	48,556.7	50,601.3	54,052.0	6.82	28.69

Source: Central Bank of TRNC

Analysing the TRY and FX distribution of gross loans as of March 2021, the share of TRY loans decreased from 49.04 to 45.89 percent compared to the previous quarter, while the share of FX loans increased from 50.96 to 54.11 percent. The share of TRY deposits

decreased from 34.74 percent to 33.31 percent as of March 2021, while the share of FX deposits increased from 65.26 percent to 66.69 percent, compared to the previous quarter.

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

	2020								2021	
	March		June		September		December		March	
	TRY	FX	TRY	FX	TRY	FX	TRY	FX	TRY	FX
Loans	46.58	53.42	46.60	53.40	46.11	53.89	49.04	50.96	45.89	54.11
Deposits	38.27	61.73	38.08	61.92	35.08	64.92	34.74	65.26	33.31	66.69

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 6.99 percent in the first quarter of 2021 and reached from 14,761.7 million TRY to 15,794.1 million TRY, compared to the previous quarter.

In this period, an increase of 92.2 million TRY in the cash values item, 80.4 million TRY in the receivables from the Central Bank item, 353.4 million TRY in the receivables from the IMM (Interbank Money Market) transactions

item, and 506.4 million TRY in the receivables from the banks item was recorded.

Cash and cash equivalents amounting to 12,455.7 million TRY at the end of March 2020 increased to 15,794.1 million TRY at the end of March 2021. In the period, cash assets increased by 102.4 million TRY, receivables from the Central Bank by 1,011.2 million TRY, receivables from IMM transactions by 1,963.2 million TRY and receivables from banks by 261.6 million TRY.

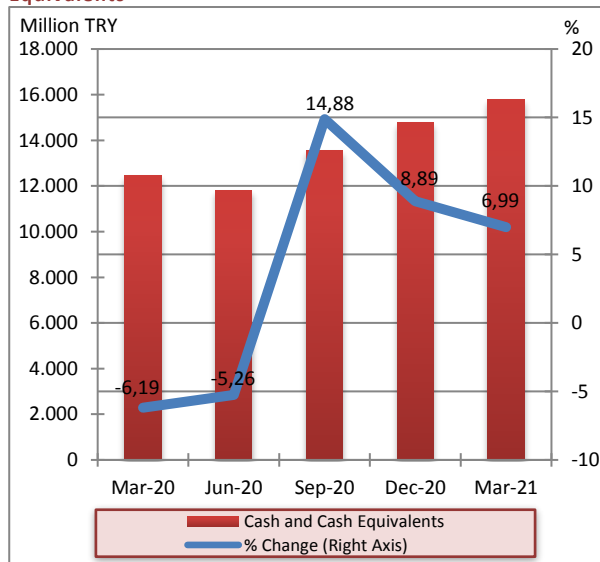
Table 5.10: Development of the Cash and Cash Equivalents (Million TRY)

	2020				2021	Percentage Change
	March	June	September	December	March	12/2020 - 03/2021
Cash Assets	468.4	441.3	503.2	478.6	570.8	19.26
Receivables from the Central Bank	4,275.9	4,011.2	4,655.2	5,206.7	5,287.1	1.54
Receivables from IMM Transactions	2,306.9	2,161.4	3,080.0	3,916.7	4,270.1	9.02
Receivables from Banks	5,404.5	5,186.7	5,318.2	5,159.7	5,666.1	9.81
Total	12,455.7	11,800.6	13,556.6	14,761.7	15,794.1	6.99

Source: Central Bank of TRNC

Cash and cash equivalents increased by 6.99 percent in the first quarter of 2021, compared to the previous quarter.

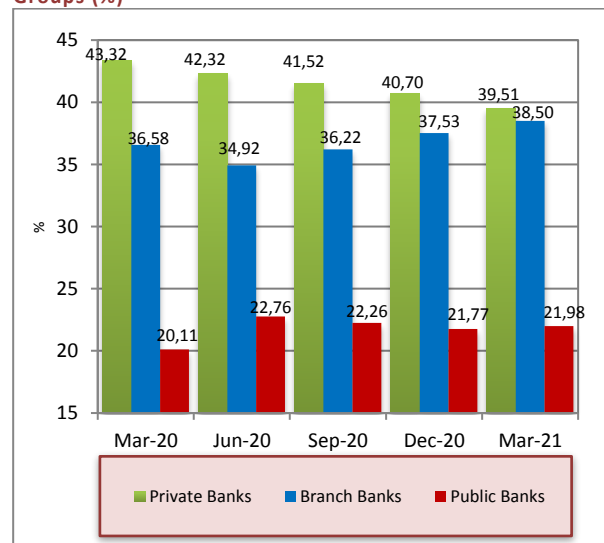
Chart 5.5: Quarterly Percentage Change of Cash and Cash Equivalents



Source: Central Bank of TRNC

In the first quarter of 2021, share of private banks decreased, while the shares of public banks and branch banks increased. In March 2020 - March 2021 period, there has been a downsizing in private banks group, while there has been an increase in public banks and branch banks groups.

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 19,929.9 million TRY as of March 2021, are in the first rank as in the previous periods. They are followed by consumer loans with a total of 6,512.4 million TRY.

During the period from March 2020 to March 2021, business loans increased from 14,145.7 million TRY to 19,929.9 million TRY while consumer loans increased from 5,353.8 million TRY to 6,512.4 million TRY.

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

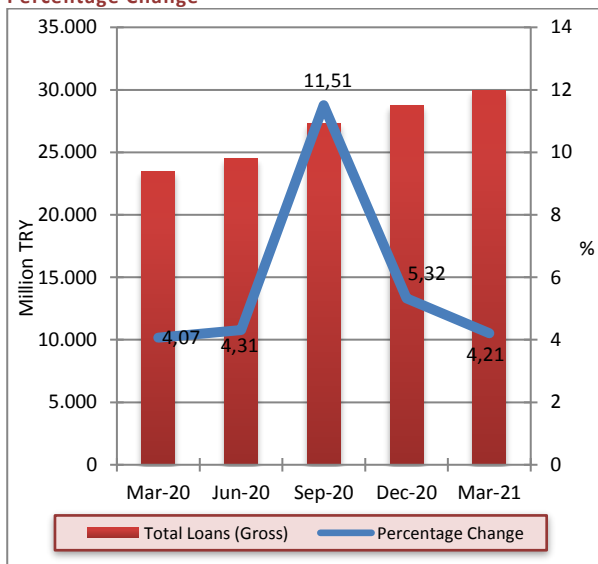
	2020				2021
	March	June	September	December	March
Business Loans	14,145.7	14,815.7	16,623.8	18,868.7	19,929.9
Consumer Loans	5,353.8	5,629.1	6,288.5	6,329.0	6,512.4
Credit Cards	508.8	576.5	639.6	703.4	687.2
Discount Loans	293.9	183.2	217.1	263.3	296.3
Other Investment Loans	126.5	131.2	173.2	208.6	216.5
Import Loans	4.5	4.7	5.2	5.4	5.6
Loans of Funds Originated	23.1	23.6	26.0	24.8	27.3
Directed Loans	43.3	64.8	73.5	87.2	94.3
Export Loans	1.3	0.8	0.3	0.0	0.0
Loans Extended by Central Bank of the TRNC	0.0	0.0	5.3	5.0	5.7
Loans Extended Through Central Bank of the TRNC	0.0	0.0	0.0	0.0	0.0
Loans to Purchase Security for Customers	0.0	0.0	0.0	0.0	0.0
Export Guaranteed Investment Loans	0.0	0.0	0.0	73.4	81.8
Other Loans	1,483.7	1,577.1	1,757.7	633.6	578.4
Total Loans	21,984.6	23,006.7	25,810.2	27,202.4	28,435.4

Source: Central Bank of TRNC

Note: Non-performing loans are not included.

Gross loans increased by 4.21 percent in the first quarter of 2021, compared to the previous quarter.

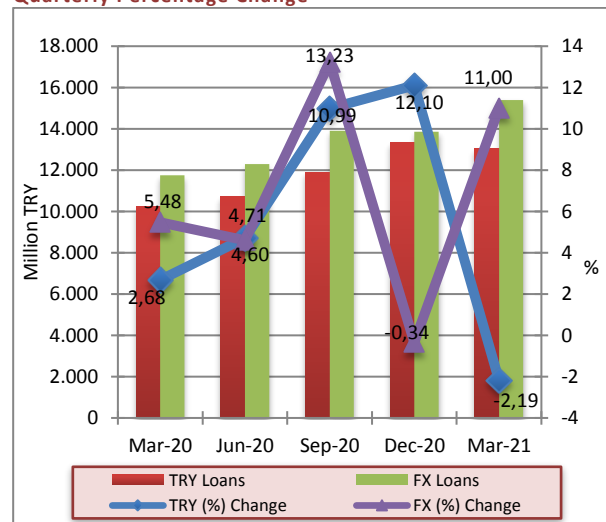
Chart 5.7: Development of Gross Loans and Quarterly Percentage Change



Source: Central Bank of TRNC

In the first quarter of 2021, 13,049.2 million TRY of the loans is in TRY currency and 15,386.2 million TRY is in foreign currency. In the period, there has been a decrease of 2.19 percent in TRY loans, while an increase of 11 percent in FX loans, compared to the previous quarter.

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

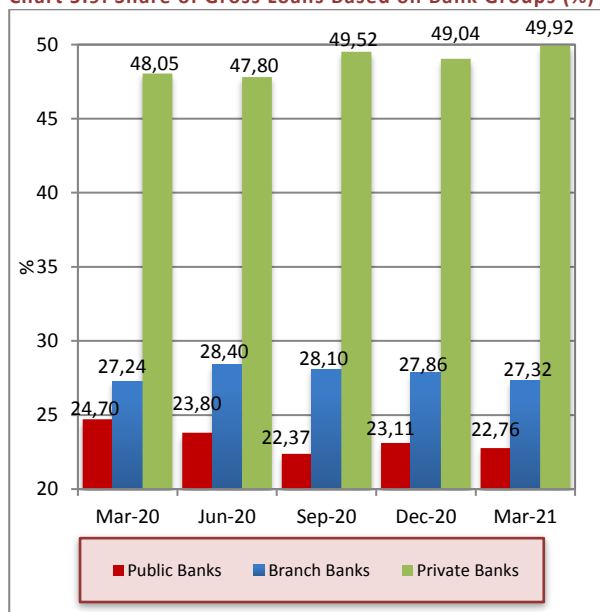


Source: Central Bank of TRNC

Note: Non-performing loans are not included.

When the shares of gross loans by bank groups are analysed, the share of public banks decreased from 23.11 to 22.76 percent, the share of branch banks from 27.86 to 27.32 percent, while the share of private banks increased from 49.04 to 49.92 percent in the first quarter of 2021, compared to the previous quarter. During March 2020 - March 2021 period, the shares of private banks and branch banks in total loans increased, while the share of public banks decreased.

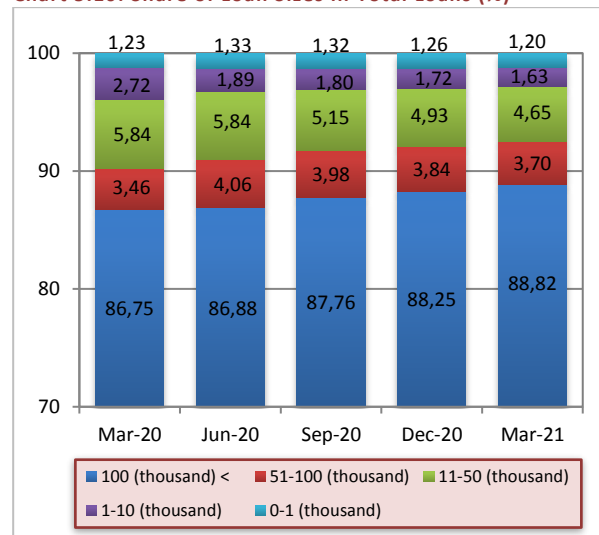
Chart 5.9: Share of Gross Loans Based on Bank Groups (%)



Source: Central Bank of TRNC

By the end of the first quarter of 2021, the share of loans over 100 thousand TRY in total loans has been 88.82 percent. In this period, 11-50 thousand TRY loans take second place in loan sizes with a share of 4.65 percent. Loans amounting to 51-100 thousand TRY and 1-10 thousand TRY constitute 3.7 and 1.63 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 1.2 percent.

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

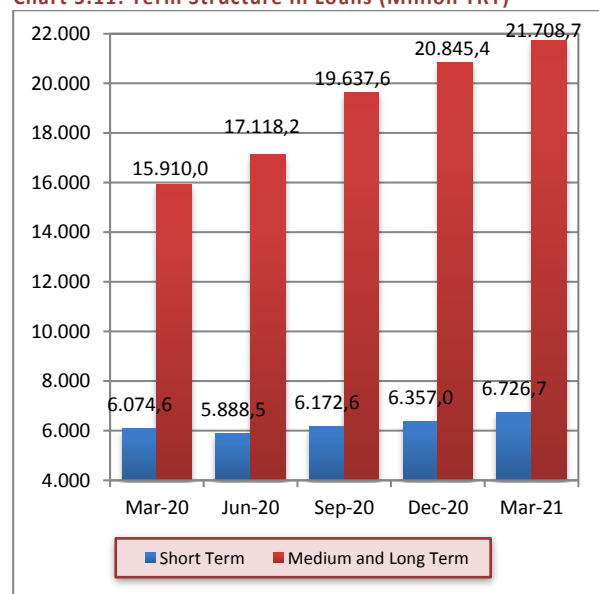


Source: Central Bank of TRNC

Note: Non-performing loans are not included.

In the first quarter of 2021, short-term loans increased from 6,357 million TRY to 6,726.7 million TRY, and medium and long-term loans increased from 20,845.4 million TRY to 21,708.7 million TRY. In March 2020 - March 2021 period, short-term loans increased by 10.73 percent and medium and long-term loans increased by 36.45 percent.

Chart 5.11: Term Structure in Loans (Million TRY)



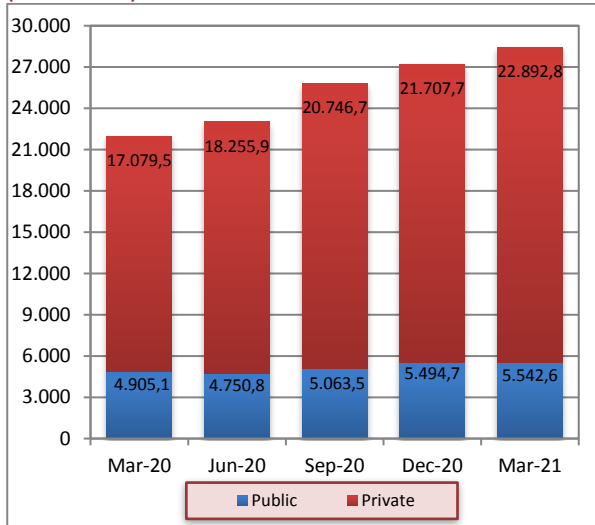
Source: Central Bank of TRNC

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

As of March 2021, 80.51 percent of the banking sector’s total loans were extended to the private sector and 19.49 percent to the public sector. Compared to the previous quarter, loans used by the public sector increased from 5,494.7 million TRY to 5,542.6 million TRY and private sector loans increased from 21,707.7 million TRY to 22,892.8 million TRY.

In March 2020 - March 2021 period, the increase rate of the loans used by the public has been 13 percent and the loans used by the private sector have increased by 34.04 percent.

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

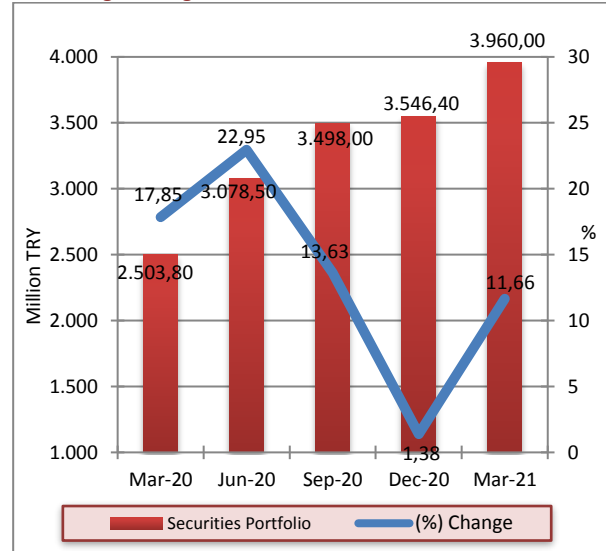


Source: Central Bank of TRNC

5.2.4 SECURITIES PORTFOLIO

Securities portfolio increased by 11.66 percent in March 2021, compared to the previous quarter. Securities portfolio increased by 17.85, 22.95, 13.63 and 1.38 percent in March, June and September and December 2020, respectively, compared to the previous quarter.

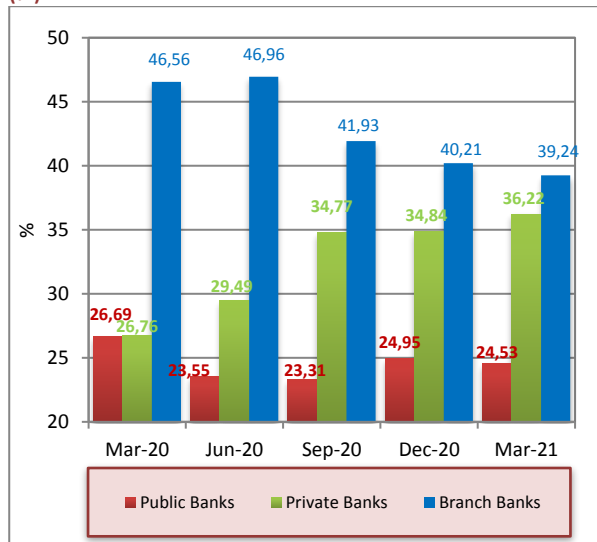
Chart 5.13: Securities Portfolio Totals and Quarterly Percentage Change



Source: Central Bank of TRNC

By the end of the first quarter of 2021, the share of public banks in total SP decreased from 24.95 to 24.53 percent, the share of branch banks from 40.21 to 39.24 percent, while the share of private banks increased from 34.84 to 36.22 percent, compared to the previous quarter. During March 2020 - March 2021 period, the shares of public banks and branch banks in total loans decreased, while the share of private banks increased.

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



Source: Central Bank of TRNC

5.2.5 DEPOSITS

Deposits, which is the most important funding source of the sector increased by 7.15 percent in the first quarter of 2021, compared to the previous quarter. Deposits increased by 30.75 percent in a one-year period and amounted to 44,774.9 million TRY at the end of March 2021.

As of the end of March 2021, it is observed that the largest share belongs to savings deposits with 32,055.9 million TRY as it was in the previous periods. This is followed by commercial deposits with 8,752.3 million TRY and official deposits with 3,162.6 million TRY. In March 2020 - March 2021 period, savings deposits increased by 31.65 percent, commercial deposits by 31.45 percent and official deposits by 17.71 percent.

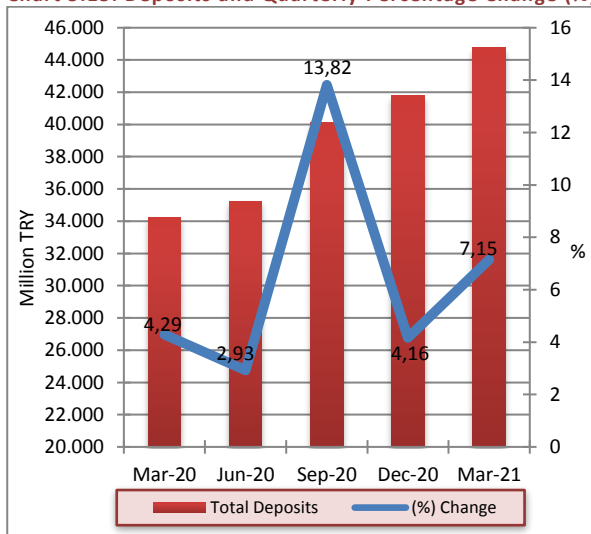
Table 5.12: Development of Deposits by Type (Million TRY)

	2020				2021	Percentage Change	
	March	June	September	December	March	12/2020 – 03/2021	03/2020 – 03/2021
Savings	24,349.3	25,385.3	28,910.3	29,453.4	32,055.9	8.84	31.65
Commercial	6,658.5	6,933.8	7,913.7	8,630.3	8,752.3	1.41	31.45
Official	2,686.8	2,327.0	2,612.3	3,184.6	3,162.6	-0.69	17.71
Other	550.2	601.0	680.7	519.3	804.1	54.84	46.15
Total Deposits	34,244.8	35,247.1	40,117.0	41,787.6	44,774.9	7.15	30.75
Debts to Banks	2,218.7	2,209.9	2,517.5	2,531.0	2,786.7	10.10	25.60
Total Deposits Including Debts to Banks	36,463.5	37,457.0	42,634.5	44,318.6	47,561.6	7.32	30.44

Source: Central Bank of TRNC

In the first quarter of 2021, total deposits increased by 7.15 percent.

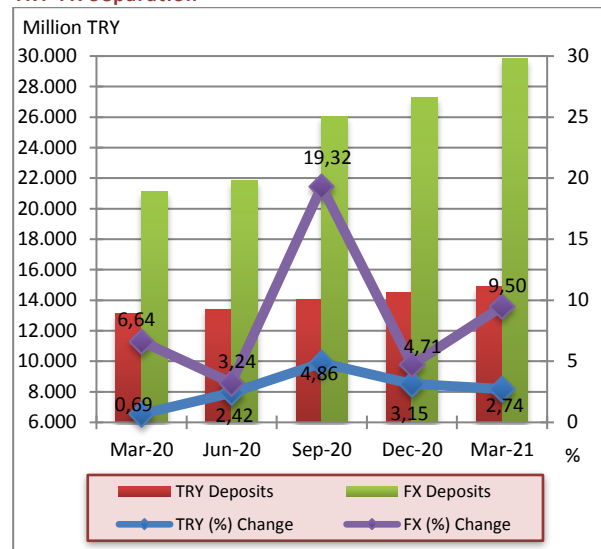
Chart 5.15: Deposits and Quarterly Percentage Change (%)



Source: Central Bank of TRNC

In the first quarter of 2021, it is observed that deposits amounted to 14,915.2 million TRY in Turkish Lira currency and 29,859.7 million TRY in foreign currency. In this period, TRY deposits increased by 2.74 percent and FX deposits increased by 9.5 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 March 2021, compared to the previous quarter, TRY deposits of public banks increased by 5.24 percent, FX deposits by 9.85 percent, private banks' TRY deposits by 3.2 per mille and FX deposits by 10.62 percent. In the same period, branch banks' TRY deposits increased by 3.01 percent and FX deposits increased by 6.86 percent.

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

	December 2020			March 2021			Percentage Change 12/2020 - 03/2021		
	TRY	FX	Total	TRY	FX	Total	TRY	FX	Total
Public Banks	4,551.6	5,561.6	10,113.2	4,790.0	6,109.4	10,899.4	5.24	9.85	7.77
Private Banks	5,243.4	14,678.9	19,922.3	5,260.4	16,238.4	21,498.8	0.32	10.62	7.91
Branch Banks	4,722.6	7,029.5	11,752.1	4,864.8	7,511.9	12,376.7	3.01	6.86	5.31
Total Deposits	14,517.6	27,270.0	41,787.6	14,915.2	29,859.7	44,774.9	2.74	9.50	7.15

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 52.32 percent in March 2021. 1-month deposits are followed by 3-month deposits with a share of 18.02 percent, demand deposits with a share of 16.51 percent, 1-year deposits with a share of 9.83 percent and 6-month deposits with a share of 3.32 percent.

When the maturity distribution of deposits is compared to the previous quarter, there has been an increase of

2.71 points in 1-month deposits, while demand deposits decreased by 2.06 points, 3-month deposits by 0.01 points, 6-month deposits by 0.22 points and 1-year deposits by 0.42 points.

During March 2020 - March 2021 period, demand deposits and 1-month deposits increased by 1.51 and 1.12 points respectively, while 3-month, 6-month and 1-year deposits decreased by 0.95, 0.93 and 0.75 points, respectively.

Table 5.14: Maturity Distribution of Deposits (%)

	2020				2021	Change (Points)	
	March	June	September	December	March	12/2020-03/2021	03/2020-03/2021
Demand	15.00	16.86	17.24	18.57	16.51	-2,06	1,51
1-Month	51.20	50.80	49.65	49.61	52.32	2,71	1,12
3-Month	18.97	18.16	18.40	18.03	18.02	-0,01	-0,95
6-Month	4.25	3.99	4.06	3.54	3.32	-0,22	-0,93
1-Year	10.58	10.19	10.65	10.25	9.83	-0,42	-0,75
Total	100.00	100.00	100.00	100.00	100.00		

Source: Central Bank of TRNC

When the distribution of deposits in the banking sector is analysed by their size, 0-5 thousand TRY decreased from 349.9 million TRY to 346.4 million TRY, 5-10 thousand TRY deposits from 422.4 million TRY to 405.9 million TRY, 10-50 thousand TRY deposits from 2,787.5 to 2,732.4 million TRY, 50-100 thousand TRY deposits from 3,367.7 million TRY to 3,346.8 million TRY, while

deposits over 100 thousand TRY deposits increased from 34,860.1 million TRY to 37,943.4 million TRY as of the end of March 2021, compared to the previous quarter. In the first quarter of 2021, the share of deposits over 100 thousand TRY has been 84.74 percent, and deposits of 50-100 thousand TRY has had a share of 7.47 percent.

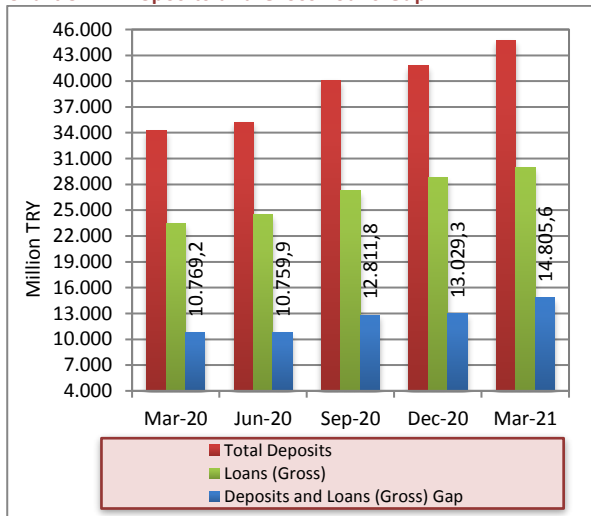
Table 5.15: Distribution of Deposits by Size (Million TRY)

	2020				2021
	March	June	September	December	March
0-5 thousand TRY	333.8	345.4	341.0	349.9	346.4
5-10 thousand TRY	388.6	422.3	410.9	422.4	405.9
10-50 thousand TRY	2,563.9	2,739.1	2,712.0	2,787.5	2,732.4
50-100 thousand TRY	3,499.3	3,517.8	3,390.6	3,367.7	3,346.8
Over 100 thousand TRY	27,459.2	28,222.5	33,262.5	34,860.1	37,943.4
Total Deposits	34,244.8	35,247.1	40,117.0	41,787.6	44,774.9

Source: Central Bank of TRNC

The difference between total deposits and gross loans, which was 13,029.3 million TRY by the end of December 2020, increased by 1,776.3 million TRY and reached 14,805.6 million TRY by the end of March 2021.

Chart 5.17: Deposits and Gross Loans Gap

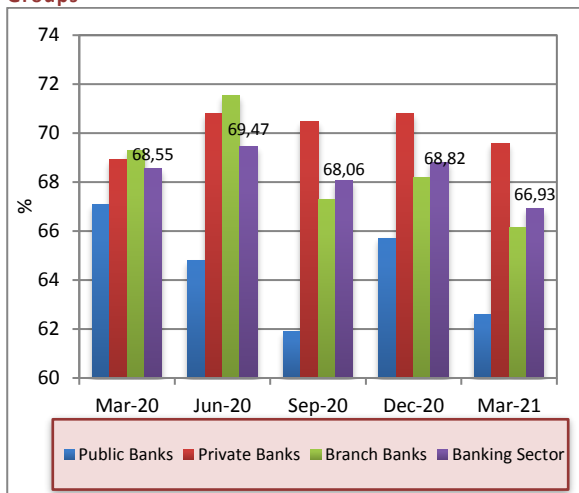


Source: Central Bank of TRNC

The loans to total deposits ratio, which is one of the indicators of the banking sector's depth and intermediary function, was 68.82 percent at the end of December 2020 and it decreased to 66.93 percent at the end of March 2021. The loans to total deposits ratio decreased by 1.62 points in one year.

Examining loans to deposits ratio at the end of March 2021 based on bank groups, private banks rank first with 69.59 percent. Private banks are followed by branch banks with a rate of 66.14 percent. Public banks have a conversion rate of 62.59 percent.

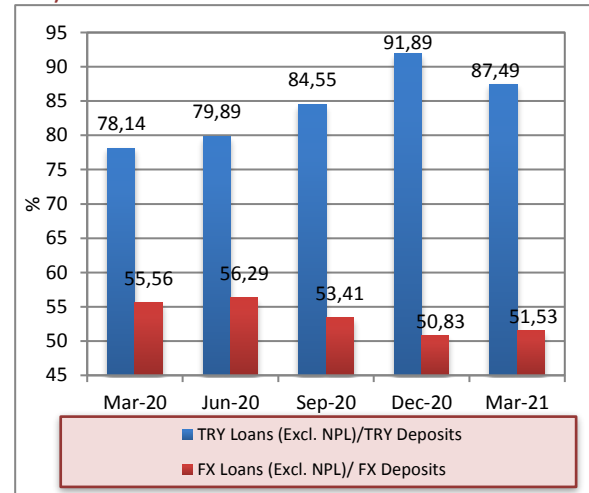
Chart 5.18: Deposits to Loans (Gross) Ratio Based on Bank Groups



Source: Central Bank of TRNC

TRY deposits to TRY loans ratio (excluding NPL) decreased from 91.89 to 87.49 percent as of March 2021 compared to the previous quarter, while FX deposits to FX loans ratio (excluding NPL) increased from 50.83 to 51.53 percent. TRY and FX deposits to loans ratios were 78.14 percent and 55.56 percent, respectively, in March 2020.

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 5.86 percent, compared to the previous quarter and reached 4,729.3 million TRY at the end of the first quarter of 2021.

Shareholders' equity increased by 19.79 percent in March 2020 - March 2021 period. In one year, the paid-in capital of the sector increased by 159.8 million TRY and reserve requirements increased by 604.8 million TRY.

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

	2020				2021
	March	June	Sept.	Dec.	March
Paid-in Capital	1,332.8	1,398.9	1,401.4	1,470.7	1,492.6
Legal Reserve	1,088.4	1,207.3	1,366.6	1,369.1	1,693.2
Fixed Asset Revaluation Fund	3.0	3.0	3.6	10.4	10.4
Securities Value Increment Fund	173.8	181.0	215.0	220.1	256.9
Period Profit (Loss)	183.4	329.1	513.0	671.2	301.7
Accumulated Profit (Loss)	1,166.5	899.1	737.5	725.9	974.5
Total	3,947.9	4,018.4	4,237.1	4,467.4	4,729.3

Source: Central Bank of TRNC

5.3 MONEY SUPPLY

Money supply classified as narrow money, M1, increased by 4.11 percent at the end of December 2020 compared to March 2021 and rose from 10,077.1 million TRY to 10,491.4 million TRY. M1 increased by 33.27 percent in one-year period.

At the end of December 2020, the M2 defined money supply, which amounted to 41,842.8 million TRY increased by 7.83 percent in the first quarter of 2021 and reached 45,118.5 million TRY. M2 increased by 30.27 percent in one-year period.

M3 money supply classified as broad money, which is estimated by adding official deposits and other deposits within the Central Bank of the TRNC to the M2, increased by 7.34 percent in the first quarter of 2021 compared to the previous quarter and rose from 45,299.2 million TRY to 48,624.9 million TRY. The increase rate of M3 is 29.28 percent, compared to the same period of the previous year.

Table 5.17: Money Supply (Million TRY)

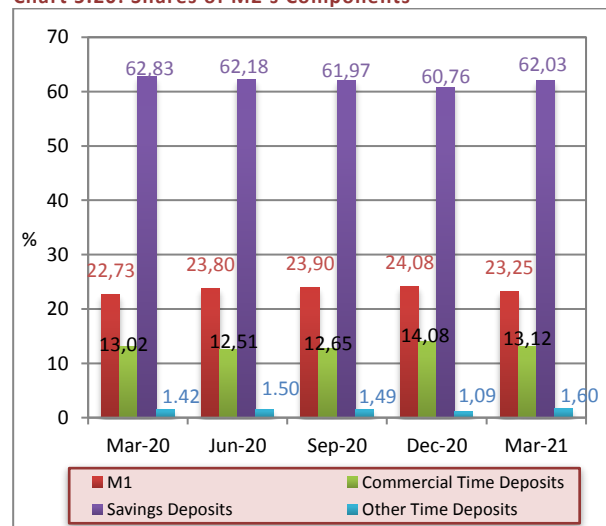
Years	Period	M1	Annual Percentage Change	M2	Annual Percentage Change	M3	Annual Percentage Change
2017	I	3,754.8	34.20	18,019.6	25.66	19,209.2	26.53
	II	3,906.7	31.23	18,670.5	27.70	20,066.2	28.69
	III	4,126.2	30.66	19,847.4	29.85	21,240.3	30.16
	IV	4,403.3	24.24	21,181.5	24.99	22,789.8	26.63
2018	I	4,826.2	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	10,491.4	33.27	45,118.5	30.27	48,624.9	29.28

Source: Central Bank of TRNC

As in previous periods, the largest share in M2 is 62.03 percent with the savings deposits as of March 2021. This is followed by M1 with a share of 23.25 percent, commercial time deposits with 13.12 percent and other time deposits with a ratio of 1.6 percent.

Savings time deposits, which constitute the largest share of the structure of M2, decreased by 0.8 points from 62.83 to 62.03 percent in March 2020 - March 2021 period. In the mentioned period, M1, one of the other subcomponents of M2, increased from 22.73 percent to 23.25 percent, commercial time deposits from 13.02 to 13.12 percent, and other time deposits from 1.42 percent to 1.6 percent.

Chart 5.20: Shares of M2's Components



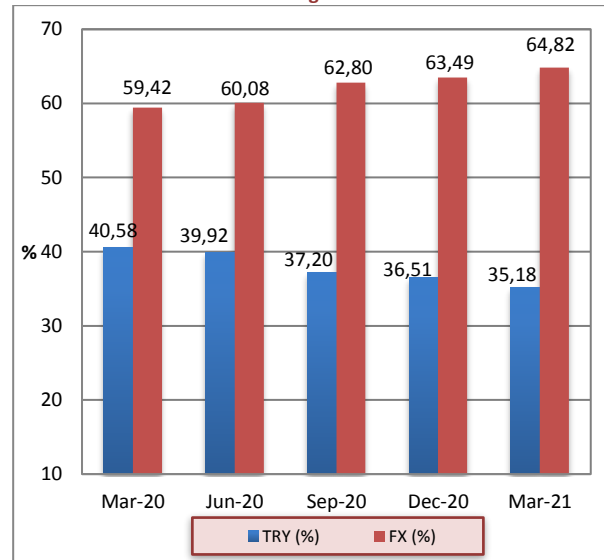
Source: Central Bank of TRNC

Analysing the TRY-FX percentage distribution of M3 as of March 2021, it is observed that the share of TRY deposits in M3 is 35.18 percent and the share of FX deposits is 64.82 percent. At the end of March 2020, these shares were 40.58 percent in the TRY and 59.42 percent in the FX.

5.4 OVERVIEW OF INTERBANK MONEY MARKET

As of the first quarter of 2021, there have been 760 transactions in TRY, 622 transactions in USD, 275 transactions in EUR and 452 transactions in GBP currency, within the interbank money market operating under the Central Bank of the TRNC. In this period, transactions of 65,818 million TRY in Turkish Lira currency, 3,029 million USD, 5,397 million EUR and 7,729 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
2020 - Q1	845	61,885,050	523	1,786,925	189	7,218,250	549	6,072,875
2020 - Q2	752	42,667,500	539	1,440,375	211	5,633,725	423	3,850,000
2020 - Q3	787	59,058,150	675	2,272,575	252	3,157,825	479	5,112,275
2020 - Q4	870	47,981,400	707	3,993,200	303	5,356,100	427	8,130,350
2021- Q1	760	65,818,400	622	3,028,600	275	5,397,300	452	7,728,650

Source: Central Bank of TRNC

Looking at the volume distributions of overnight transactions made in the first quarter of 2021, it is observed that the shares are 99.98 percent in TRY, 100 percent in USD, 99.62 in EUR and 100 percent in GBP.

In the same period, the share one-week transactions were 1 per ten thousand in TRY, the share of one-month transactions was 1 per ten thousand in TRY and 3.8 per mille in EUR.

Table 5.19: Transaction Volume (x 1.000)

	TRY		\$		€		£	
	Volume	Share (%)	Volume	Share (%)	Volume	Share (%)	Volume	Share (%)
2020 Q1	61,885,050		1,786,925		7,218,250		6,072,875	
ON	61,884,050	100.00	1,786,925	100.00	7,210,950	99.90	6,068,075	99.92
1W	1,000							
2W								
3W								
1M					7,300	0.10	4,800	0.08
3M								
2020 Q2	42,667,500		1,440,375		5,633,725		3,850,000	
ON	42,667,000	100.00	1,440,375	100.00	5,608,500	99.55	3,846,050	99.90
1W					150	0.00		
2W								
3W								
1M	500	0.00			25,000	0.44	3,950	0.10
3M					75	0.00		
2020 Q3	59,058,150		2,272,575		3,157,825		5,112,275	
ON	59,053,650	99.99	2,270,575	99.91	3,121,600	98.85	5,112,275	100.00
1W								
2W								
3W								
1M	4,500	0.01	2,000	0.09	34,225	1.08		
3M					2,000	0.06		
2020 Q4	47,981,400		3,993,200		5,356,100		8,130,350	
ON	47,912,900	99.86	3,992,225	99.98	5,312,800	99.19	8,130,350	100.00
1W	50,000	0.10			25			
2W								
3W								
1M	18,500	0.04	975,000	0.02	43,275	0.81		
3M								
2021 Q1	65,818,400		3,028,600		5,397,300		7,728,650	
ON	65,807,400	99.98	3,028,600	100.00	5,376,900	99.62	7,728,650	100.00
1W	4,000	0.01						
2W								
3W								
1M	7,000	0.01			20,400	0.38		
3M								

Source: Central Bank of TRNC

Note: ON: Overnight

W: Week

M: Month

Average interest rates for overnight transactions made in the first quarter of 2021 were 14.25 percent in TRY, 0.67 percent in USD, 0.28 percent in EUR, and 0.37 percent in GBP. Average interest rates for one-week

transactions have been 16.5 percent in TRY, the rates for one-month transactions have been 16.8 percent in TRY, and 0.58 percent in EUR.

Table 5.20: Average Interest Rates (%)

		2020				2021
		Q1	Q2	Q3	Q4	Q1
TRY	ON	7.01	5.75	6.14	10.43	14.25
	1W	9.75			14.43	16.50
	2W					
	1M		7.00	9.50	13.28	16.80
	3M					
\$	ON	0.72	0.50	0.54	0.75	0.67
	1W					
	2W					
	3W					
	1M			0.60	2.11	
€	ON	0.07	0.07	0.13	0.30	0.28
	1W		1.25		1.25	
	2W					
	3W					
	1M	0.39	0.29	0.36	0.55	0.58
£	ON	0.20	0.20	0.28	0.40	0.37
	1W					
	2W					
	3W					
	1M	0.44	0.32			

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
01/07/2016 (OG 85)	2.14	2.64	1.26	1.76
01/10/2016 (OG 123)	2.12	2.62	1.24	1.74
02/01/2017 (OG 2)	2.06	2.56	1.23	1.73
03/04/2017 (OG 61)	2.00	2.50	1.21	1.71
03/07/2017 (OG 113)	1.97	2.47	1.20	1.70
02/10/2017 (OG 161)	2.00	2.50	1.18	1.68
02/01/2018 (OG 1)	2.06	2.56	1.17	1.67
02/04/2018 (OG 303)	2.16	2.66	1.16	1.66
02/07/2018 (OG 102)	2.26	2.76	1.15	1.65
01/10/2018 (OG 143)	2.54	3.04	1.18	1.68
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

Source: Central Bank of TRNC

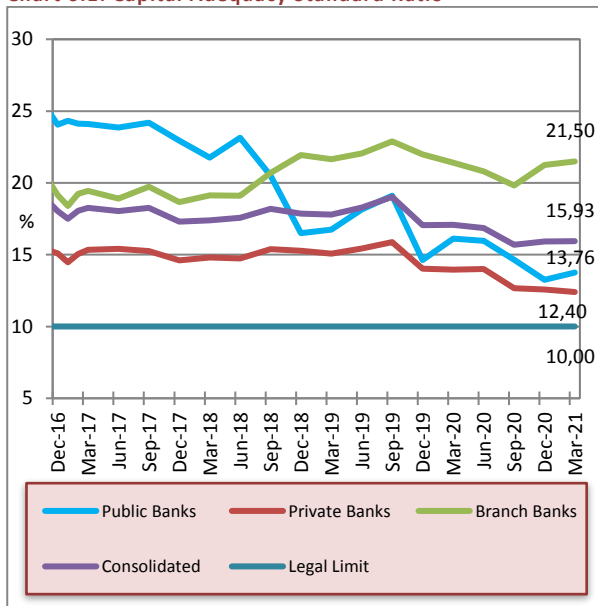
6 FINANCIAL STABILITY ANALYSIS

6.1 CAPITAL ADEQUACY

In the first quarter of 2021, the sector’s capital adequacy standard ratio increased by 0.02 points compared to the previous quarter and reached 15.93 percent, above the legal limit of 10 percent.

As of March 2021, CASR based on bank groups has been 13.76 percent in public banks, 12.4 percent in private banks and 21.5 percent in branch banks. As of December 2020, these ratios were 13.25, 12.58 and 21.25 percent, respectively. Compared to the same period of the previous year, CASR decreased by 2.37 points in public banks, by 1.55 points in private banks and by 0.09 points in branch banks in March 2021.

Chart 6.1: Capital Adequacy Standard Ratio



Source: Central Bank of TRNC

Comparing the risk-weighted assets at the end of March 2021 to the end of December 2020, assets with 0 percent risk weight increased by 6.9 percent, assets with 20 percent risk weight by 9.1 percent, assets with 50 percent risk weight by 9.6 percent, and assets with 100 percent risk weight increased by 2.1 percent. In the period concerned, the total market risk and operational risk increased by 214.4 million TRY and reached 5,951.5 million TRY, compared to the previous period. The total market risk and operational risk of the sector increased by 1,163.6 million TRY in one year (March 2020 - March 2021).

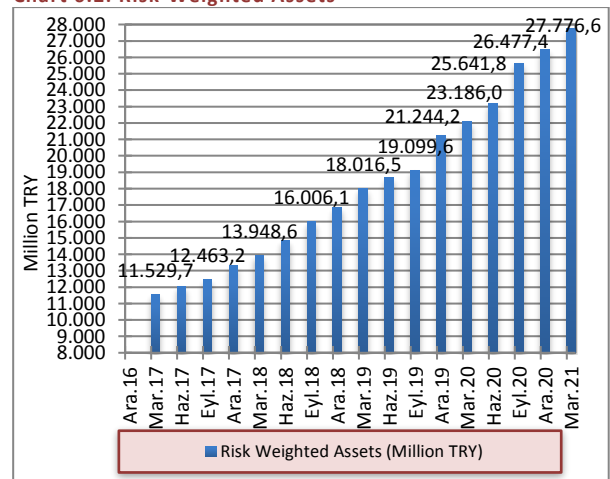
Table 6.1: Risk-Weighted Assets (Million TRY)

	Mar.20	Jun.20	Sept.20	Dec.20	Mar.21	Percentage Change (12/20-03/21)
0%	15,205.2	15,357.5	18,330.9	19,681.3	21,040.7	6.9
20%	8,365.9	8,327.3	8,202.0	8,555.1	9,336.5	9.1
50%	11,068.3	11,725.3	13,527.5	14,099.7	15,446.9	9.6
100%	10,085.5	10,670.7	11,995.1	11,979.5	12,234.3	2.1
Market Risk + Operational Risk	4,787.9	4,987.3	5,242.5	5,737.1	5,951.5	3.7

Source: Central Bank of TRNC

In the first quarter of 2021, risk-weighted assets increased by 4.9 percent, compared to the previous quarter. The weighted sum of risk-weighted assets, which amounted to 26,477.4 million TRY as of December 2020, increased by 1,299.2 million TRY at the end of March 2021 and reached 27,776.6 million TRY. Risk-weighted assets of the sector increased by 25.8 percent in March 2020 - March 2021 period.

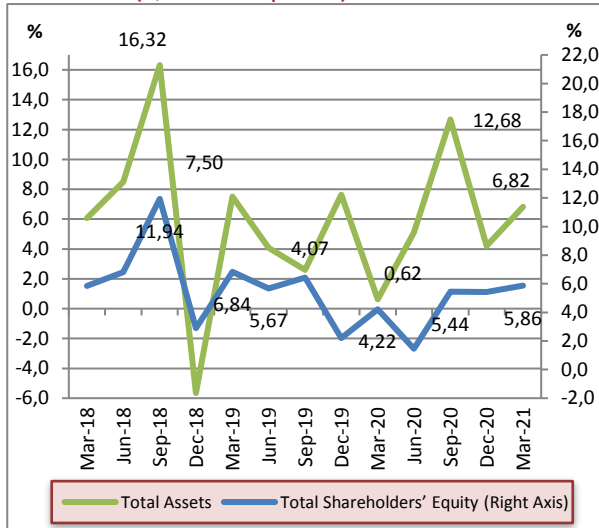
Chart 6.2: Risk-Weighted Assets



Source: Central Bank of TRNC

As of the end of March 2021, total assets increased by 6.82 percent and total shareholders' equity increased by 5.86 percent, compared to December 2020. Total assets and shareholders' equity increased by 28.69 percent and 19.79 percent, respectively, compared to the same period of the previous year.

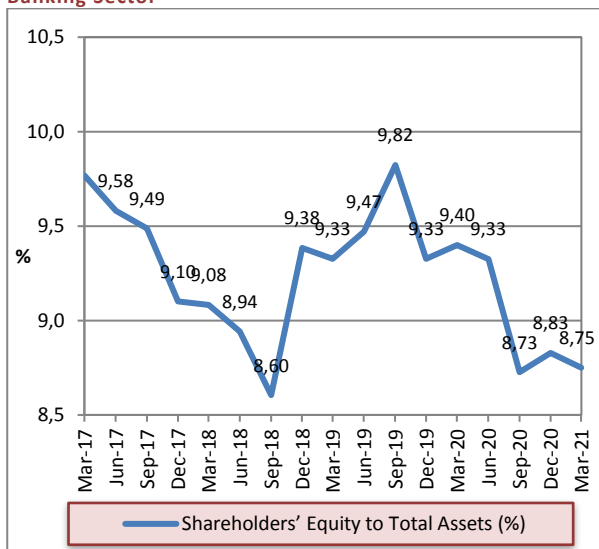
Chart 6.3: Increase Rates in Total Shareholders' Equity and Total Assets (Quarter-on-quarter)



Source: Central Bank of TRNC

The ratio of total shareholders' equity to total assets in the banking sector, which had increased to 9.4 in the first quarter of 2020, declined in the second and third quarters of 2020. The ratio, which declined to 8.73 percent in the third quarter of 2020, then increased to 8.83 percent in the last quarter and then declined to 8.75 percent at the end of March 2021.

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

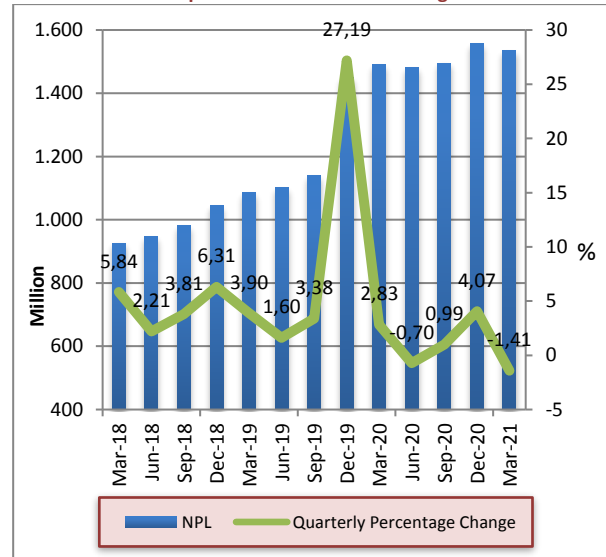


Source: Central Bank of TRNC

6.2 NON-PERFORMING LOANS

Sector's non-performing loans amounted to 1,555.9 million TRY as of the end of December 2020 and decreased by 1.41 percent to 1,533.9 million TRY as of the end of March 2021. Non-performing loans increased by 2.88 percent, compared to the same period of the previous year.

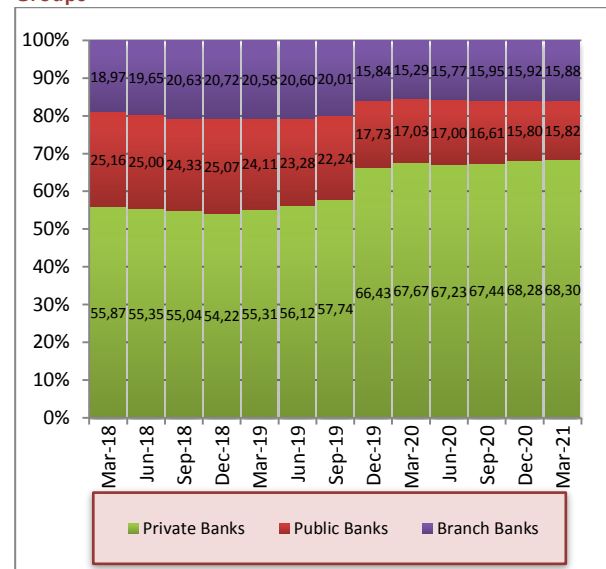
Chart 6.5: Development of Non-Performing Loans



Source: Central Bank of TRNC

As of the end of the first quarter of 2021, it is seen that the share of branch banks in total NPL decreased, while the share of private banks and public banks increased, compared to the previous quarter. Accordingly, in December 2020 - March 2021 period, the share of public banks in total NPL increased from 15.8 to 15.82 percent and the share of private banks increased from 68.27 to 68.30 percent, while the share of branch banks decreased from 15.92 to 15.88 percent. In March 2020 - March 2021 period, the share of private banks in total NPL increased from 66.67 to 68.30 percent and the share of branch banks from 15.29 to 15.88, while the share of public banks decreased from 17.03 to 15.82 percent.

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



Source: Central Bank of TRNC

In the first quarter of 2021, total assets amounted to 54,052 million TRY, total gross loans amounted to 29,969.3 million TRY, non-performing loans amounted to 1,534 million TRY and provisions for non-performing loans amounted to 869 million TRY. Analysed by bank groups, as of March 2021, total assets in public banks are 12,233.2 million TRY, total gross loans are 6,821.7 million TRY, non-performing loans are 242.6 million TRY and provisions for non-performing loans are 219.7 million TRY.

In the private banks, total assets amounted to 24,791.8 million TRY, total gross loans amounted to 14,961.4 million TRY, non-performing loans amounted to 1,047.6 million TRY and provisions for non-performing loans amounts to 454.9 million TRY. Branch banks have total assets of 17,026.9 million TRY, total gross loans of 8,186.2 million TRY, non-performing loans of 243.6 million TRY and provisions for non-performing loans of 194.4 million TRY.

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

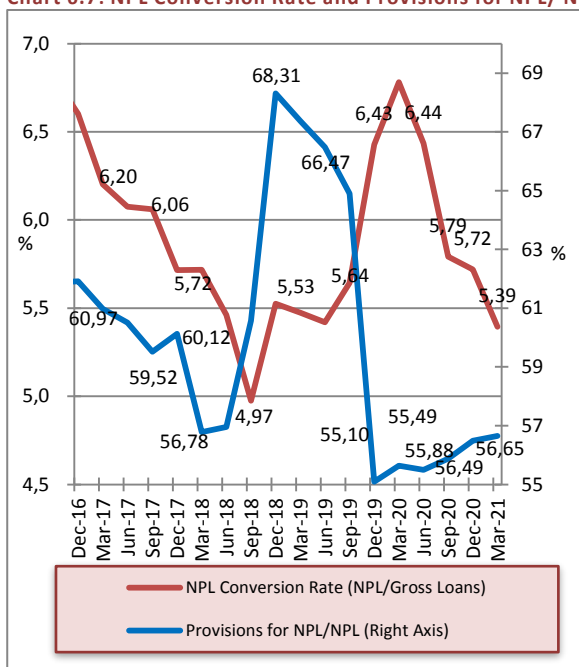
	Total Assets			Total Gross Loans			NPL			Provisions for NPL		
	Sept.20	Dec.20	Mar.21	Sept.20	Dec.20	Mar.21	Sept.20	Dec.20	Mar.21	Sept.20	Dec.20	Mar.21
Public Banks	11,064.2	11,386.1	12,233.2	6,109.0	6,645.2	6,821.7	248.3	245.8	242.6	216.2	222.9	219.7
Private Banks	22,369.8	23,208.8	24,791.8	13,522.8	14,102.1	14,961.4	1,008.3	1,062.3	1,047.6	427.3	458.3	454.9
Branch Banks	15,122.7	16,006.4	17,026.9	7,673.4	8,011.0	8,186.2	238.5	247.8	243.6	192.0	197.8	194.4
Total	48,556.7	50,601.3	54,052.0	27,305.2	28,758.3	29,969.3	1,495.0	1,555.9	1,533.9	835.4	879.0	869.0

Source: Central Bank of TRNC

The decrease in the NPL conversion rate, which was 6.78, 6.44, 5.79 and 5.72 percent in March, June, September and December 2020, respectively, continued in the first quarter of 2021 and declined to 5.39 percent at the end of March.

While the ratio of provisions for NPL to total NPL had been 55.6 percent by the end of March 2020, it decreased by 0.1 points to 55.5 percent in June 2019 and then it increased by 0.3 points to 55.8 percent in September. In December, it increased by 0.6 points to 56.5, and in March 2021 it reached 56.65 with an increase of 0.16 points. During March 2020 - March 2021, the ratio of provisions for NPL to total NPL has increased from 55.63 percent to 56.65 percent.

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

The sector's return on assets, which was 1.47 percent at the end of December 2020, increased to 1.64 percent in the first quarter of 2021, the return on equity, which was 16.32 percent, increased to 18.35 percent and the net interest margin increased from 3.3 percent to 3.48 percent. From March 2020 through March 2021, the sector's return on assets decreased from 1.98 percent to 1.64 percent, return on equity from 20.81 to 18.35 percent, while the net interest margin increased from 3.45 to 3.48 percent.

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

Description	2020				2021
	March	Jun.	Sept.	Dec.	March
Return on Assets ¹	1.98	1.54	1.34	1.47	1.64
Return on Equity ²	20.81	16.72	15.56	16.32	18.35
Net Interest Margin ³	3.45	3.25	3.2	3.3	3.48

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	Date	Number
Notification on Leasing, Factoring and Financing Companies	24.12.2020	1166	04.01.2021	1
Foreign Currency Deposits and Reserve Requirements Interest Rate Change	17.02.2021	1178	19.02.2021	40
Amendment to the Executive Board Decision Regarding Reserve Requirements	17.02.2021	1179	19.02.2021	40
Notification on the Risks Undertaken (Amendment)	26.02.2021	1184	03.03.2021	54
Notification on the Consumer Loans (Amendment)	26.02.2021	1184	03.03.2021	54
Credit Cards Monthly Maximum Contractual and Default Interest Rates Change			31.03.2021	73
Turkish Lira Deposit and Reserve Requirement Accounts Interest Rates and Turkish Lira Rediscount, Discount and Advance Interest Rate Change	01.04.2021	1190	02.04.2021	75
Notification on Accounting Systems and Document Storage (Amendment)	21.04.2021	1193	26.04.2021	94

Table A.2: Economic Decisions - Legislative Regulations

Title	Law/Draft Law/Bill		Official Gazette	
	Date	Number	Date	Number
Laws				
Law on All Kinds of Salary, Wages and Payments of Salary Nature, and Retirement Pensions (Temporary Rules)			23.02.2021	45
Statutory Decrees				
Statutory Decree on Policies Law	02.02.2021	E.S.(K-I)136-2021	02.02.2021	29
Statutory Decree on Amendment of the Statutory Decree on Premium Payment Support Applicable to Those Insured Under the Social Security Law	04.02.2021	E.S.(K-I)145-2021	05.02.2021	32
Statutory Decree on Amendment of the Statutory Decree on Premium Payment Support Applicable to Those Insured Under the TRNC Social Insurance Law	04.02.2021	E.S.(K-I)144-2021	05.02.2021	32
Statutory Decree on the Amendment of the Statutory Decree on Loan Interest Support Fund	13.02.2021	E.S.(K-I)171-2021	13.02.2021	34
Statutory Decree on TRNC Public Finance and Debt Management Law	13.02.2021	E.S.(K-I)172 -2021	13.02.2021	34
Statutory Decree on Policies Law	14.02.2021	E.S.(K-I)177-2021	14.02.2021	36
Statutory Decree on Amendment of the Statutory Decree on Premium Payment Support Applicable to Those Insured Under the TRNC Social Insurance Law	14.02.2021	E.S.(K-I)178-2021	14.02.2021	36
Statutory Decree on Amendment of the Statutory Decree on Premium Payment Support Applicable to Those Insured Under the Social Security Law	14.02.2021	E.S.(K-I)179-2021	14.02.2021	36
Statutory Decree on Credit Guarantee Fund Law	16.02.2021	E.S.(K-I)226-2021	18.02.2021	39
Regulation on Provident Fund Law Promoting Local Labour Employment (Amendment)	16.02.2021	E.S.(K-I)188-2021	18.02.2021	39
Providing Support Payment to Persons Receiving Disability Allowance from the Social Assistance and Labour Department and the Social Services Department due to the Covid-19 Pandemic	16.02.2021	E.S.(K-I)228-2021	18.02.2021	39
Regulation on Provident Fund Law Promoting Local Labour Employment (Amendment)	19.02.2021	E.S.(K-1)243-2021	19.02.2021	40
Statutory Decree on the Prevention of Laundering of Crime Revenues	27.02.2021	E.S.(K-I)254-2021	01.03.2021	52
Statutory Decree on Debt Restructuring	27.02.2021	E.S.(K-I)264-2021	01.03.2021	52
Statutory Decree on Temporary and Partial Payments from the Provident Fund Savings	05.03.2021	E.S.(K-1)276-2021	08.03.2021	57
Statutory Decree on Amendment to the Statutory Decree on Counting the Periods of Unpaid Premiums of the Insured Employees Working in the Workplaces Whose Activities Were Suspended Under the Precautionary Decisions of the Council of Ministers on the Coronavirus (Covid-19) After 14 March 2020, Due to the Period When the Workplace Activities Were Suspended by the Decision of the Council of Ministers As the Periods Not Taken Into Account in the Short-Term Insurance Branches Within the Scope of the Social Security Law	12.03.2021	E.S.(K-I) 287-2021	16.03.2021	62

Statutory Decree on Amendment to the Statutory Decree on Counting the Periods of Unpaid Premiums of the Insured Employees Working in the Workplaces Whose Activities Were Suspended Under the Precautionary Decisions of the Council of Ministers on the Coronavirus (Covid-19) After 14 March 2020, Due to the Period When the Workplace Activities Were Suspended by the Decision of the Council of Ministers As the Periods Not Taken Into Account in the Short-Term Insurance Branches Within the Scope of the TRNC Social Insurance Law	12.03.2021	E.S.(K-I) 288-2021	16.03.2021	62
Statutory Decree on Debt Restructuring in Credit, Development and Savings Cooperatives	12.03.2021	E.S.(K-I) 289-2021	16.03.2021	62
Statutory Decree on Borrowing During Covid-19 Period Within the Framework of Disability, Old Age And Death Insurance of Those Insured Under the Social Security Law	19.03.2021	E.S.(K-I)347-2021	23.03.2021	67
Statutory Decree on Covid-19 Period Borrowing Within the Framework of Disability, Old Age And Death Insurance of Those Insured Under the TRNC Social Insurance Law	19.03.2021	E.S.(K-I)346-2021	23.03.2021	67
Statutory Decree on Providing Five Percent Discount For Those Who Pay Their Taxes On Time	26.03.2021	E.S.(K-I)369-2021	30.03.2021	72
Statutory Decree on Amendment to the Statutory Decree on Collection of Partially or Fully Unpaid Public Receivables in Objectionable or Finalized Taxes Despite the Settlement and Payment Period	26.03.2021	E.S.(K-I)370-2021	30.03.2021	72
Statutory Decrees on Ceasing of the Cost-of-living Allowance Right 4 Months (March, April, May, June) in 2021	30.03.2021	E.S.(K-I)391-2021	31.03.2021	74

Draft Laws

Draft Law on Deductions from All Kinds of Salary, Wages and Payments of Salary Nature, and Retirement Pensions			04.02.2021	31
Draft Law on Deductions from All Kinds of Salary, Wages and Payments of Salary Nature, and Retirement Pensions			22.02.2021	43

Regulations

Regulation on Provident Fund Promoting Local Labour Employment (Amendment No. 3)	19.03.2021	E.S.(K-1)342-2021	22.03.2021	66
Law on the Prevention of Laundering of Crime Revenues - Regulation on Suspicious Transaction Criteria and Suspicious Transaction Notification Procedures and Principles			29.03.2021	71
Value Added Tax Law - Regulation on Value Added Tax Rates (Amendment)			31.03.2021	73

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
31 Dec. 2016	6,362,944,796	67,051,670	22,187,719	6,452,184,185	331,262,520	2,083,019,935	1,359,700,420	2,544,294,737	6,452,184,185
31 Mar. 2017	6,764,573,400	101,158,224	3,401,183	6,869,132,807	365,686,916	2,121,997,651	1,448,684,018	2,932,764,222	6,869,132,807
30 Jun. 2017	6,981,906,564	134,992,949	2,841,955	7,119,741,468	367,060,935	2,317,720,970	1,512,813,049	2,922,146,514	7,119,741,468
30 Sept. 2017	7,630,043,970	191,469,924	2,907,269	7,824,421,163	368,577,947	2,505,097,829	1,615,196,100	3,335,549,287	7,824,421,163
31 Dec. 2017	8,118,080,496	114,227,729	3,260,499	8,235,568,724	384,891,701	2,681,914,710	1,729,000,717	3,574,231,898	8,370,039,032
31 Mar. 2018	8,545,422,968	219,540,337	4,339,065	8,769,302,370	436,642,697	2,870,588,126	1,851,557,638	3,610,513,909	8,769,302,370
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

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
31 Dec. 2016	216,724,660	3,440,019	2,260,530,677	3,687,779,940	0	194,469,500	6,362,944,796
31 Mar. 2017	165,588,687	3,440,019	2,101,326,259	4,030,683,635	0	463,534,800	6,869,132,807
30 Jun. 2017	171,906,834	3,440,019	1,823,606,608	4,299,854,053	0	683,099,050	6,981,906,564
30 Sept. 2017	275,459,595	3,440,019	1,842,387,496	4,739,760,510	0	768,996,350	7,630,043,970
31 Dec. 2017	257,360,230	3,997,999	1,728,967,292	5,187,178,813	0	903,656,300	8,081,160,634
31 Mar. 2018	382,362,841	3,997,999	1,705,665,243	5,630,492,210	0	822,904,675	8,545,422,968
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

Source: Central Bank of TRNC

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

Date	Agriculture	Trading	Industry	Exports	Small Business Owners	Tourism	Education	Total
31 Dec. 2016							5,065,643	5,065,643
31 Mar. 2017								-
30 Jun. 2017							4,943,377	4,943,377
30 Sept. 2017							5,415,736	5,415,736
31 Dec. 2017							5,807,899	5,807,899
31 Mar. 2018							5,789,550	5,789,550
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							5,439,517	5,439,517

Source: Central Bank of TRNC

Note: Interest revenue rediscounts are included in the figures.

Table B.4: Deposits 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	
31 Dec. 2016	29,069,115	35,483,804	459,264,539	1,442,174,000	652,163,031	707,537,389	794,582	116,233,895	3,442,720,355
31 Mar. 2017	58,041,406	24,242,055	461,185,477	1,467,785,063	691,268,617	757,415,401	624,885	110,118,765	3,570,681,669
30 Jun. 2017	78,704,320	22,436,407	374,581,174	1,734,713,467	710,390,248	802,422,801	573,332	106,712,270	3,830,534,019
30 Sept. 2017	15,915,165	32,448,413	425,277,954	1,918,976,979	734,899,763	880,296,337	760,406	111,718,912	4,120,293,929
31 Dec. 2017	42,219,684	73,593,138	490,652,950	1,955,533,333	781,455,275	947,545,441	1,072,860	118,842,745	4,410,915,426
31 Mar. 2018	76,501,751	66,921,045	471,340,988	2,111,203,615	804,457,502	1,047,100,136	1,011,021	143,609,706	4,722,145,764
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

Source: Central Bank of TRNC

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

Years	Months	USD		EURO		GBP	
		Buying	Selling	Buying	Selling	Buying	Selling
2013		2.1343	2.1381	2.9365	2.9418	3.5114	3.5297
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	1	7.3216	7.3348	8.8718	8.8878	10.0100	10.0622
	2	7.3708	7.3841	8.9420	8.9581	10.2477	10.3012
	3	8.3260	8.3410	9.7741	9.7917	11.4324	11.4920
	4						
	5						
	6						
	7						
	8						
	9						
	10						
	11						
	12						

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	1.3695	1.2117
	2	1.3927	1.2132
	3	1.3754	1.1739
	4		
	5		
	6		
	7		
	8		
	9		
	10		
	11		
	12		

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	\$	€	£	Date	Number	Date	Number
	Demand	Demand	Demand	Demand				
27.12.2010	5.00	0.05	0.75	0.50	24.12.2010	796	31.12.2010	220
01.01.2013	4.00	0.05	0.75	0.50	20.12.2012	835	21.12.2012	212
01.06.2013	3.50	0.05	0.75	0.50	09.05.2013	847	16.05.2013	85
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

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
08.05.2009	6.50	0.00	0.50	0.25	08.05.2009	719	18.05.2009	85
17.07.2009	6.00	0.00	0.50	0.25	17.07.2009	730	03.08.2009	133
19.08.2009	5.50	0.00	0.50	0.25	19.08.2009	735	15.09.2009	157
16.10.2009	5.25	0.00	0.50	0.25	16.10.2009	742	22.10.2009	182
07.12.2009	5.00	0.00	0.50	0.25	04.12.2009	750	15.12.2009	211
01.01.2013	4.00	0.00	0.50	0.25	20.12.2012	836	21.12.2012	212
01.06.2013	3.50	0.00	0.50	0.25	09.05.2013	849	16.05.2013	85
01.03.2015	3.50	0.00	0.00	0.00	10.02.2015	899	17.02.2015	25
01.02.2018	5.00	0.20	0.125	0.25	25.01.2018	979	31.01.2018	9
05.06.2018	7.50	0.20	0.125	0.25	04.06.2018	998	11.06.2018	89
25.06.2018	7.50	0.40	0.125	0.25	21.06.2018	1001	02.07.2018	102
15.08.2018	9.00	0.40	0.125	0.25	14.08.2018	1004	31.08.2018	127
24.09.2018	13.00	0.65	0.125	0.25	20.09.2018	1014	26.09.2018	140
29.07.2019	9.00	0.65	0.00	0.125	26.07.2019	1046	29.07.2019	107
16.09.2019	5.75	0.50	0.00	0.125	12.09.2019	1054	16.09.2019	128
28.10.2019	3.25	0.50	0.00	0.125	25.10.2019	1059	28.10.2019	153
16.12.2019	2.50	0.25	0.00	0.05	13.12.2019	1069	16.12.2019	178
24.02.2020	2.25	0.25	0.00	0.05	20.02.2020	1081	24.02.2020	29
11.03.2020	2.25	0.125	0.00	0.05	10.03.2020	1087	11.03.2020	37
04.05.2020	1.00	0.125	0.00	0.05	30.04.2020	1099	04.05.2020	77
24.08.2020	2.75	0.20	0.05	0.10	20.08.2020	1125	24.08.2020	158
01.10.2020	3.50	0.25	0.10	0.15	30.09.2020	1143	01.10.2020	188
20.11.2020	6.00	0.25	0.10	0.15	19.11.2020	1158	20.11.2020	214
25.12.2020	8.00	0.25	0.10	0.15	24.12.2020	1168	25.12.2020	235
19.02.2021	8.0	0.20	0.05	0.10	17.02.2021	1178	19.02.2021	40
02.04.2021	9.0	0.20	0.05	0.10	01.04.2021	1190	02.04.2021	75

Source: Central Bank of TRNC

Table B.9: Rediscount Interest Rates (%)

Effective Date	Currency																
	TRY					\$					€			£			
	Trade	Ind. Tour. Agri. Edu.	Exp.	SB	Adv. Against FX	Trade	Ind. Tour. Edu.	Exp.	Adv. Against FX	Trad.	Ind. Tour. Edu.	Exp.	Adv. Against FX	Trade	Ind. Tour. Edu.	Exp.	Adv. Against FX
25.03.08	28	24	22	20	20	9	6	6	6	9	6	6	6	1 1	7	7	7
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

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 an 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	123	123
	2	70	193
	3	124	317
	4		
	5		
	6		
	7		
	8		
	9		
	10		
	11		
	12		

Source: Central Bank of TRNC

Table B.12: 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
30 Jun. 2017	6,103.5	1,601.3	1,511.6	13,666.3	-502.4	851.8	23,232.1	18,494.1	2,512.2	2,225.8	23,232.1
30 Sept. 2017	6,840.0	1,632.6	1,606.9	14,028.2	-506.1	1,001.1	24,602.7	19,672.9	2,595.6	2,334.3	24,602.7
31 Dec. 2017	7,161.7	1,704.7	1,729.3	15,306.2	-526.0	739.3	26,115.3	21,098.1	2,640.4	2,376.8	26,115.3
31 Mar. 2018	7,303.9	1,980.8	1,835.4	16,195.6	-525.9	908.8	27,698.6	22,352.7	2,830.2	2,515.7	27,698.6
30 Jun. 2018	8,021.5	2,140.2	1,983.5	17,330.4	-539.1	1,115.4	30,051.9	24,131.2	3,233.5	2,687.2	30,051.9
30 Sept. 2018	9,661.8	2,611.7	2,019.9	19,752.4	-595.3	1,506	34,956.5	28,163.1	3,785.3	3,008.1	34,956.5
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

Source: Central Bank of TRNC

Table B.13: 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
30 Jun. 2017	180.0	6.0	3.2	0.0	91.3	7,475.2	20.3	14.2	3,642.2	379.2	0.1	5.3	0.0	1,019.0	12,836.0
30 Sept. 2017	178.0	6.9	3.5	0.0	111.2	7,598.6	16.7	15.9	3,815.2	391.6	0.1	5.4	0.0	1,034.9	13,178.0
31 Dec. 2017	195.0	6.1	3.6	0.0	111.9	8,406.5	21.2	17.1	4,152.0	394.7	0.1	5.7	0.0	1,116.3	14,431.3
31 Mar. 2018	206.2	5.2	4.2	0.0	102.9	8,907.5	22.1	17.0	4,255.4	392.4	0.2	0.0	0.0	1,356.4	15,269.5
30 Jun. 2018	220.3	6.9	4.2	0.0	104.1	9,710.9	16.3	18.4	4,462.5	421.6	0.5	6.9	0.0	1,411.3	16,383.9
30 Sept. 2018	248.1	4.9	4.7	0.0	109.5	11,604.2	15.1	22.4	4,946.8	444.7	0.7	9.1	0.0	1,359.6	18,769.8
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 Ara 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

Source: Central Bank of TRNC

Table B.14: Loans (TRY) - 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
30 Jun. 2017	131.8	6.1	0.1	0.0	60.2	3,664.0	20.3	3.8	2,401.9	376.9	0.1	0.0	0.0	698.8	7,364.0
30 Sept. 2017	135.3	6.9	0.2	0.0	74.4	3,631.2	16.7	5.3	2,457.6	389.1	0.1	0.0	0.0	684.7	7,401.6
31 Dec. 2017	140.4	6.1	0.1	0.0	75.9	3,918.0	21.2	5.9	2,627.5	392.6	0.1	0.0	0.0	698.4	7,886.4
31 Mar. 2018	149.1	5.2	0.5	0.0	69.3	3,973.9	22.1	5.8	2,566.2	390.3	0.2	0.0	0.0	840.8	8,023.4
30 Jun. 2018	156.9	6.9	0.1	0.0	68.3	4,053.6	16.3	5.5	2,640.4	419.1	0.5	0.0	0.0	875.4	8,243.1
30 Sept. 2018	166.2	4.9	0.1	0.0	62.5	4,130.1	15.1	5.7	2,617.2	441.9	0.7	0.0	0.0	700.0	8,144.4
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

Source: Central Bank of TRNC

Table B.15: 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
30 Jun. 2017	48,2	0.0	3.1	0.0	31.1	3,811.2	0.0	10.4	1,240.3	2.2	0.0	5.3	0.0	320.2	5,472.0
30 Sept. 2017	42.7	0.0	3,3	0.0	36.8	3,967.3	0.0	10.6	1,357.6	2,5	0.0	5.4	0.0	350.2	5,776.4
31 Dec. 2017	54.5	0.0	3.6	0.0	36.0	4,488.4	0.0	11.1	1,525.4	2.1	0.0	5.7	0.0	417.8	6,544.8
31 Mar. 2018	57.1	0.0	3.7	0.0	33.6	4,933.6	0.0	11.2	1,689.3	2.1	0.0	0	0.0	515.5	7,246.1
30 Jun. 2018	63.4	0.0	4.1	0.0	35.7	5,657.2	0.0	12.9	1,822.1	2,5	0.0	6.9	0.0	535.9	8,140.8
30 Sept. 2018	81.9	0.0	4.6	0.0	47.0	7,474.0	0.0	16.8	2,329.6	2,8	0.0	9.1	0.0	659.6	10,625.4
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

Source: Central Bank of TRNC

Table B.16: 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
30 Jun. 2017	3,331.8	-43.43	9,504.2	45.75	12,836.0	3.43
30 Sept. 2017	3,414.7	2.49	9,763.3	2.73	13,178.0	2.66
31 Dec. 2017	3,696.0	8.24	10,735.3	9.95	14,431.3	9.51
31 Mar. 2018	3,996.5	8.13	11,273.0	5.00	15,269.5	5.81
30 Jun. 2018	4,416.5	10.51	11,967.4	6.16	16,383.9	7.30
30 Sept. 2018	5,213.6	18.05	13,556.2	13.28	18,769.8	14.56
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

Source: Central Bank of TRNC

Table B.17: 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
30 Jun. 2017	2,948.7	-1.87	9,887.3	5.12	12,836.0	3.43
30 Sept. 2017	2,874.9	-2.50	10,303.1	4.21	13,178.0	2.66
31 Dec. 2017	3,192.9	11.06	11,238.4	9.08	14,431.3	9.51
31 Mar. 2018	3,228.1	1.10	12,041.4	7.15	15,269.5	5.81
30 Jun. 2018	3,322.8	2.93	13,061.1	8.47	16,383.9	7.30
30 Sept. 2018	3,639.5	9.53	15,130.3	15.84	18,769.8	14.56
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

Source: Central Bank of TRNC

Table B.18: 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	Grand Total
30 Jun. 2017	10,547.2	847.3	993.7	423.9	23.9	12,836.0
30 Sept. 2017	10,861.7	879.5	996.5	416.4	23.9	13,178.0
31 Dec. 2017	12,136.8	882.5	1,011.7	375.0	25.2	14,431.3
31 Mar. 2018	12,971.9	883.1	1,016.5	372.6	25.5	15,269.6
30 Jun. 2018	14,083.6	874.0	1,020.5	380.7	25.1	16,383.9
30 Sept. 2018	16,499.8	855.7	1,010.4	379.5	24.4	18,769.8
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

Source: Central Bank of TRNC

Table B.19: Development of Shareholders' Equity (Million TRY)

Date	Paid-in Capital	Legal Reserve	Fixed Asset Rev. Fund	Securities Value Increment Fund	Period Profit (Loss)	Accumulated Profit (Loss)	Total
30 Jun. 2017	1,011.7	558.0	0.9	88.8	185.4	381.0	2,225.8
30 Sept. 2017	1,021.4	558.0	0.9	92.6	297.4	364.0	2,334.3
31 Dec. 2017	1,099.6	409.5	0.9	101.1	407.5	358.1	2,376.8
31 Mar. 2018	1,153.7	572.8	0.9	110.0	123.1	555.2	2,515.7
30 Jun. 2018	1,180.3	616.8	0.9	124.0	316.1	449.1	2,687.2
30 Sept. 2018	1,181.6	618.7	0.9	163.5	596.2	447.2	3,008.1
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

Source: Central Bank of TRNC

Table B.20: Capital Adequacy Ratio (%)

Date	Public Banks	Private Banks	Branch Banks	Banking Sector	Legal Limit
30 Jun. 2017	23.85	15.40	19.00	18.04	10.00
30 Sept. 2017	24.20	15.26	19.72	18.27	10.00
31 Dec. 2017	22.95	14.61	18.67	17.29	10.00
31 Mar. 2018	21.76	14.80	19.12	17.40	10.00
30 Jun. 2018	23.14	14.74	19.11	17.57	10.00
30 Sept. 2018	20.51	15.38	20.68	18.19	10.00
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

Source: Central Bank of TRNC

Table B.21: Banking Sector Profit / Loss Table (Million TRY)

Date	Interest Revenues	Interest Expenditures	Non-Interest Revenues	Non-Interest Expenditures	Net Profit / Loss
30 Jun. 2017	885.7	308.4	195.5	295.1	185.4
30 Sept. 2017	1,383.6	802.7	298.9	456.9	297.4
31 Dec. 2017	1,891.8	1,101.7	396.9	630.9	407.5
31 Mar. 2018	562.5	329.5	108.4	179.9	123.1
30 Jun. 2018	1,191.7	689.8	226.4	373.1	316.1
30 Sept. 2018	2,048.5	1,165.0	353.3	580.3	596.2
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

Source: Central Bank of TRNC

Table B.22: Deposits (Total) - By Maturity Groups (Million TRY)

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
30 Jun. 2017	2,771.0	9,919.8	3,407.0	736.9	1,659.4	18,494.1
30 Sept. 2017	2,916.9	10,069.4	4,041.3	862.7	1,782.6	19,672.9
31 Dec. 2017	3,118.5	10,808.9	4,257.6	920.4	1,992.7	21,098.1
31 Mar. 2018	3,098.2	11,840.3	4,238.1	912.5	2,263.6	22,352.7
30 Jun. 2018	3,580.7	11,979.8	5,082.1	961.5	2,527.1	24,131.2
30 Sept. 2018	4,201.9	13,615.9	6,006.3	1,166.1	3,172.9	28,163.1
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

Source: Central Bank of TRNC

Table B.23: Deposits (TRY) - By Maturity Groups (Million TRY)

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
30 Jun. 2017	1,276.2	5,173.5	1,636.5	273.9	282.2	8,642.3
30 Sept. 2017	1,318.5	5,221.5	1,831.2	358.1	302.8	9,032.1
31 Dec. 2017	1,412.7	5,481.0	1,993.8	381.3	313.4	9,582.3
31 Mar. 2018	1,275.9	5,724.4	2,037.6	385.5	309.1	9,732.5
30 Jun. 2018	1,409.7	5,495.6	2,261.4	383.8	292.9	9,843.4
30 Sept. 2018	1,418.0	5,669.1	2,512.3	314.7	269.3	10,183.4
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

Source: Central Bank of TRNC

Table B.24: Deposits (FX) - By Maturity Groups (Million TRY)

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
30 Jun. 2017	1,494.9	4,746.3	1,770.5	463.0	1,377.2	9,851.9
30 Sept. 2017	1,598.4	4,847.8	2,210.1	504.7	1,479.7	10,640.8
31 Dec. 2017	1,705.8	5,327.8	2,263.8	539.1	1,679.3	11,515.8
31 Mar. 2018	1,822.4	6,115.9	2,200.5	526.9	1,954.5	12,620.2
30 Jun. 2018	2,171.0	6,484.2	2,820.7	577.7	2,234.2	14,287.8
30 Sept. 2018	2,783.9	7,946.8	3,494.0	851.4	2,903.6	17,979.7
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

Source: Central Bank of TRNC

Table B.25: Deposits (Total) - By Types (Million TRY)

Date	Official	Commercial	Savings	Other	Banks	Total
30 Jun. 2017	1,294.5	3,512.2	13,373.9	313.5	1,551.4	20,045.5
30 Sept. 2017	1,344.5	3,914.2	14,146.6	267.5	1,600.8	21,273.5
31 Dec. 2017	1,499.0	3,942.5	15,380.3	276.3	1,637.5	22,735.6
31 Mar. 2018	1,504.5	4,270.9	16,210.0	367.3	1,638.0	23,990.7
30 Jun. 2018	1,730.4	4,686.0	17,357.3	357.5	2,004.8	26,136.0
30 Sept. 2018	1,990.1	5,620.5	20,093.4	459.1	2,328.1	30,491.2
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

Source: Central Bank of TRNC

Table B.26: Deposits (TRY) - By Types (Million TRY)

Date	Official	Commercial	Savings	Other	Banks	Total
30 Jun. 2017	1,022.5	1,368.4	6,116.2	135.1	313.2	8,955.4
30 Sept. 2017	1,029.4	1,516.0	6,387.8	98.9	319.0	9,351.2
31 Dec. 2017	1,150.6	1,522.5	6,802.0	107.2	279.1	9,861.4
31 Mar. 2018	1,144.2	1,558.4	6,912.0	117.9	302.7	10,035.2
30 Jun. 2018	1,298.4	1,506.7	6,909.0	129.2	404.0	10,247.3
30 Sept. 2018	1,394.1	1,622.1	7,021.3	145.9	420.4	10,603.8
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

Source: Central Bank of TRNC

Table B.27: Deposits (FX) - By Types (Million TRY)

Date	Official	Commercial	Savings	Other	Banks	Total
30 Jun. 2017	272.0	2,143.8	7,257.6	178.4	1,238.2	11,090.0
30 Sept. 2017	315.1	2,398.3	7,758.8	168.6	1,281.6	11,922.3
31 Dec. 2017	348.5	2,420.0	8,578.2	169.1	1,358.3	12,874.1
31 Mar. 2018	360.3	2,712.6	9,298.0	249.3	1,335.3	13,955.5
30 Jun. 2018	432.0	3,179.4	10,448.2	228.2	1,600.9	15,888.7
30 Sept. 2018	596.0	3,998.4	13,072.1	313.2	1,907.7	19,887.4
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

Source: Central Bank of TRNC

Table B.28: 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
2017	I	3,754.8	34.20	18,019.6	25.66	19,209.2	26.53
	II	3,906.7	31.23	18,670.5	27.70	20,066.2	28.69
	III	4,126.2	30.66	19,847.4	29.85	21,240.3	30.16
	IV	4,403.3	24.24	21,181.5	24.99	22,789.8	26.63
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	33.27	45,118.5	30.27	48,624.9	29.28

Source: Central Bank of TRNC

Table B.29: Licensed Banks

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	KIBRIS FAİSAL İSLAM BANKASI 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.30: Main Economic and Social Indicators

	2013	2014	2015	2016	2017	2018	2019	2020	2021
GNP (Current Prices, Million TRY)	7,606.9	8,858.5	10,222.4	11,601.2	14,544.8	18,324.2	21,395.4	25,237.3 ^(T)	28,769.8 ^(T)
GNP (Million USD)	3,983.9	4,040.2	3,749.0	3,837.9	3,983.8	3,790.8	3,766.8	4,025.1 ^(T)	4,157.5 ^(T)
GNP per capita (Current Prices, TRY)	29,216.8	33,127.8	37,413	42,022	51,799	64,178	71,851.4		
GNP per capita (USD)	15,301.6	15,109	13,721	13,902	14,187	13,277	12,649	13,212 ^(T)	13,367.3 ^(T)
Inflation Rate (%)	10.2	6.5	7.8	10.2	14.7	29.9	11.6	15.0	13.97*
Exports (Million USD) (1)	120.7	134.0	118.1	105.5	105.6	100.9	82.5	101.1	
Imports (Million USD)	1,699.4	1,538.8	1,500.6	1,557.2	1,778.4	1,816.4	1,587.9	1,220.6	
Foreign Trade Balance (Million USD)	-1,578.7	-1,404.8	-1,382.5	-1,415.2	-1,672.8	-1,715.5	-1,505.4	-1,119.5	
Exports / Imports (%)	7.1	7.5	7.9	6.9	5.9	5,6	5.2	8.3	
Number of Arriving Tourists	1,232,753	1,366,007	1,483,244	1,577,073	1,734,330	1,759,625	1,749,979	388,837	32,936**
a) Turkey	923,308	1,020,577	1,110,795	1,218,232	1,324,248	1,359,420	1,358,465	307,717	14,713**
b) Other	309,445	345,430	372,449	358,841	410,082	400,205	391,514	81,120	18,223**
Net Tourism Income (Million USD)	613.4	691.6	697.7	714.4	864.9	912.4	954.5	1,017.2 ^(T)	1,066.0 ^(T)
Employment	97,867	103,149	112,811	118,387	120,999	132,411	138,438	132,885 ^(F)	148,872 ^(T)
Number of Unemployed	8,929	9,320	9,043	8,075	7,452	9,872	9,317	14,950 ^(F)	9,101 ^(T)
Unemployment Rate (%)	8.4	8.3	7.4	6.4	5.8	6.9	6.3	10.1 ^(F)	5.8 ^(T)
Non-institutional Population (2)	277,031	289,252	299,514	307,255	314,169	347,340	357,216	289,348 ^(F)	299,599 ^(T)
Population (Projection) (3)	306,368	320,884	331,432	339,478	351,965	372,486	n.a.	n.a.	n.a.
Annual Population Growth (%)	3,3	3.8	3.9	2.9	3.1 ^(F)	n.a.	n.a.	n.a.	n.a.

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

^(F) Forecast ^(T) Target

* Annual inflation rate for March.

** January-April data.

1) Exports to 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 2012-2018 projection data was prepared using the census data conducted in 2011. These population figures are not used in GNP per capita calculation. These population figures are not used in GNP per capita calculation. The population 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.31: Developments in Gross Domestic Product (Current Prices, Million TRY)

Sectors	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020 ^(H)	2021 ^(H)
1. Agriculture	330.3	366.4	386.5	405.0	489.3	552.5	647.6	658.8	1,139.4	1,171.2	1,517.0	1,925.3
2. Industry	552.4	558.5	587.1	636.6	779.7	937.7	1,064.7	1,413.3	1,537.9	1,675.7	2,178.9	2,459.2
3. Construction	312.1	408.5	335.8	370.7	370.2	480.5	511.6	836.4	1,081.4	1,235.1	1,287.9	1,464.1
4. Trade - Tourism	900.0	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	5,866.5	6,846.0
5. Transportation - Communication	525.2	553.1	642.9	711.4	788.0	896.6	965.3	1,156.6	1,339.0	1,564.7	1,861.9	2,132.6
6. Financial Institutions	404.4	472.6	506.0	579.7	637.4	719.4	887.6	1,007.7	1,486.4	1,717.3	1,897.7	2,040.1
7. Housing Income	220.6	274.4	305.8	358.2	398.9	456.2	535.3	655.6	896.3	1,102.4	1,301.1	1,521.3
8. Self-Employment and Services	652.3	727.5	801.8	891.6	1,026.1	1,422.6	1,679.9	2,289.8	2,889.9	2,819.4	3,789.1	4,404.9
9. Public Services	1,180.1	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	3,296.9	3,416.5
10. Import Taxes	536.3	637.0	709.1	775.9	936.4	971.8	1,178.3	1,411.5	1,678.1	1,921.2	2,240.3	2,559.8
11. GDP	5,614.1	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	25,237.3	28,769.8
12. Net Factor Income from Abroad	35.4	50.2	-39.3	-27.5	-18.2	-11.7	4.2	6.9	10.6	13.7	16.6	19.4
GNP	5,649.5	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	25,253.9	28,789.2

Source: SPO, TRNC Statistical Institute

^(T) Target

Table B.32: Percentage Distribution of Gross Domestic Product

Sectors	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020 ^(F)	2021 ^(F)
1. Agriculture	5.9	5.6	5.6	5.3	5.5	6.0	5.6	4.5	6.2	5.5	6.0	6.7
2. Industry	9.8	8.6	8.4	8.4	8.8	9.2	9.2	9.7	8.4	7.8	8.6	8.5
2.1. Quarrying	0.6	0.7	0.6	0.6	0.5	0.7	0.7	0.9	1.0	0.9	-	-
2.2. Manufacturing Industry	2.3	2.5	2.8	2.9	3.1	3.7	3.7	3.3	3.0	2.8	-	-
2.3. Electricity-Water	6.9	5.3	5.1	4.8	5.1	4.8	4.8	5.5	4.4	4.1	-	-
3. Construction	5.6	6.3	4.8	4.9	4.2	4.7	4.4	5.8	5.9	5.8	5.1	5.1
4. Trade - Tourism	16.0	18.7	19.9	20.1	20.6	19.7	19.7	20.1	20.8	22.2	23.2	23.8
4.1. Wholesale and Retail Trade	10.7	11.1	11.4	11.2	12.3	10.7	11.0	11.1	11.2	10.5	17.4	17.8
4.2. Hotel and Restaurant Management	5.4	7.6	8.5	8.9	8.3	9.0	8.7	9.0	9.6	11.7	5.8	5.9
5. Transportation - Communication	9.4	8.5	9.3	9.4	8.9	8.8	8.3	8.0	7.3	7.3	7.4	7.4
6. Financial Institutions	7.2	7.2	7.3	7.6	7.2	7.0	7.6	6.9	8.1	8.0	7.5	7.1
7. Housing Ownership	3.9	4.2	4.4	4.7	4.5	4.4	4.6	4.5	4.9	5.2	5.2	5.3
8. Self-Employment and Services	11.6	11.2	11.5	11.7	11.6	13.9	14.5	15.7	15.8	13.2	15.0	15.3
9. Public Services	21.0	19.9	18.6	17.7	18.1	16.8	15.9	15.1	13.4	16.1	13.1	11.9
10. Import Taxes	9.6	9.8	10.2	10.2	10.6	9.5	10.2	9.7	9.2	9.0	8.9	8.9
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.33: Overall Balance of the Economy (Current Prices, Million TRY)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019 ^(F)	2020 ^(T)	2021 ^(T)
1. Total Resources	6,065.0	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
2. Total Investments	1,049.6	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
3. Total Consumption	5,015.4	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
4. Public Disposable Income	962.2	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
5. Private Disposable Income	4,687.3	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
6. Private Savings Ratio (%)	26.0	28.0	20.8	25.0	23.3	29.8	29.4	29.0	28.1	26.7	29.5	30.1
7. Total Domestic Savings	634.1	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

Source: SPO

^(F) Forecast^(T) Target**Table B.34: Real Growth Rates of Sectorial Value Added (%)**

Sectors	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020 ^(T)	2021 ^(T)
1. Agriculture	10.0	10.8	3.7	-1.6	4.8	14.5	-7.3	4.9	2.6	2.7	-0.9	-5.5
2. Industry	-0.2	3.4	-0.7	1.7	8.5	19.5	7.3	4.4	-12.4	-14.7	3.5	2.2
3. Construction	3.8	3.3	-16.0	-0.3	-4.5	6.5	5.7	10.6	7.6	7.6	2.7	6.0
4. Trade-Tourism	18.3	6.0	6.1	1.4	8.5	-0.8	4.8	9.0	0.4	0.4	3.4	1.4
5. Transportation-Communication	-20.0	-4.3	5.7	2.0	3.2	5.7	1.8	6.9	3.5	3.5	2.3	2.3
6. Financial Institutions	0.3	1.4	8.1	7.5	0.8	1.6	2.0	3.1	2.7	1.2	2.5	2.7
7. Housing Ownership	4.0	3.9	3.7	3.2	2.6	3.0	3.5	3.8	4.6	5.0	0.8	1.0
8. Self-Employment and Services	-5.3	4.3	1.5	2.3	8.8	9.5	3.6	7.7	5.3	1.3	2.9	6.5
9. Public Services	0.4	2.8	1.9	1.4	-0.1	0.1	-0.2	-0.8	1.3	3.7	0.2	3.5
10. Import Taxes	18.6	3.9	8.9	-2.1	7.9	-9.6	9.0	0.5	2.4	3.6	4.7	3.5
11. GDP	3.7	3.9	1.8	1.1	4.8	4.0	3.6	5.4	1.3	0.2	2.5	2.7
12. Net Factor Income from Abroad	-9.8	27.1	-174.5	35.3	40.5	41.9	133.0	-38.4	23.3	10.9	-0.7	2.6
GNP	3.6	4.0	0.5	1.3	4.9	4.1	3.8	5.5	1.3	0.2	2.5	2.7

Source: SPO, TRNC Statistical Institute

^(F) Forecast^(T) Target

Table B.35: Balance of Payments (Million USD)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020 ^(T)	2021 ^(T)
1. Current Accounts Balance	-275.8	-173.1	-125.1	-44.7	-11.7	271.6	287.6	294.4	215.9	221.3	533.3	535.8
2. Balance of Capital Movements	438.5	326.5	346.2	259.7	186.9	168.9	71.4	131.4	73.1	154.9	119.7	122.6
3. Reserve Movements (- Increase, + Decrease)	-94.4	-47.3	-340.8	-219.9	-176.7	-75.8	-79.4	-826.6	+69.1	-290.3	-654.1	-666.8
4. Net Errors and Omissions	-68.3	-106.1	119.7	4.9	1.5	-364.7	-279.6	400.8	-358.1	-85.9	1.2	8.4

Source: SPO, TRNC Statistical Institute

Table B.36: Percentage Change of Consumer Prices Index Compared to December of Last Year

Months	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
January	-0.9	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
February	-0.9	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
March	-0.9	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
April	0.5	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	
May	-0.2	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	
June	-0.4	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	
July	-0.2	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	
August	0.5	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	
September	2.0	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	
October	2.5	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	
November	2.3	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	
December	2.7	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	

Source: SPO, TRNC Statistical Institute

Table B.37: TRNC and TR Inflation Rates

Years	TRNC	TR	Years	TRNC	TR	Years	TRNC	TC
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*	13.97	16.19
1994	215.0	125.5	2008	14.5	10.1			
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

* Based on annual inflation data for March.

Table B.38: Consumer Price Index (2015 = 100)

Main Groups	Change Rates of Main Goods and Services Groups Compared to the Previous Month											
	2021											
	1	2	3	4	5	6	7	8	9	10	11	12
1. Food and Non-Alcoholic Beverages	1.05	2.33	1.15									
2. Alcoholic Beverages and Tobacco	0.17	1.33	0.05									
3. Clothing and Shoes	0.61	-6.64	-4.79									
4. Housing, Water, Electricity, Gas and Other Fuels	-0.59	-0.44	2.96									
5. Furniture, Home Appliances and Home Maintenance Services	6.56	-0.15	1.78									
6. Health	0.40	3.74	1.92									
7. Transportation	-0.75	-1.37	2.03									
8. Communication	0.16	-0.02	0.70									
9. Entertainment and Culture	-0.61	-0.09	0.64									
10. Education	-1.07	-1.08	1.10									
11. Restaurants and Hotels	-0.13	-0.54	1.83									
12. Miscellaneous Goods and Services	2.52	-0.65	1.44									
General	0.48	-0.02	1.39									

Source: SPO, TRNC Statistical Institute

Table B.39: Minimum Wage Developments

Years	Minimum Wage (TRY)	Exercise Date
1995	11,590,000	01.09.1995
1996	14,800,000	01.01.1996
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	950	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

Source: SPO

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

Table B.40: Fuel Retail Prices

Date	Unleaded Gas		Euro Diesel	Diesel	Petroleum
	95 Octane	97 Octane			
23.01.2016	3.18	3.38	2.97	2.86	2.86
06.02.2016	3.12	3.32	2.86	2.86	2.86
19.03.2016	3.20	3.40	2.94	2.94	2.94
05.05.2016	3.27	3.47	3.03	2.94	3.02
26.05.2016	3.39	3.59	3.20	-	3.17
17.06.2016	3.41	3.61	3.29	-	3.26
12.07.2016	3.41	3.61	3.29	-	3.26
24.08.2016	3.47	3.67	3.30	-	3.26
20.09.2016	3.54	3.74	3.36	-	3.32
11.10.2016	3.57	3.77	3.36	-	3.35
01.11.2016	3.63	3.83	3.45	-	3.41
07.01.2017	3.83	4.03	3.62	-	3.56
11.03.2017	3.76	3.96	3.59	-	3.51
01.04.2017	3.71	3.91	3.51	-	3.43
18.05.2017	3.67	3.87	3.47	-	3.39
29.11.2017	3.67	3.87	3.63	-	3.40
03.02.2018	3.85	4.04	3.78	-	3.55
17.03.2018	3.88	4.07	3.82	-	3.59
11.04.2018	4.19	4.37	4.02	-	3.78
03.05.2018	4.30	4.48	4.13	4.13	3.91
10.07.2018	4.32	4.50	4.13	4.13	4.01
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

Source: Ministry of Economy and Energy

Table B.41: Exports of TRNC by Country Groups (USD)

Years	Turkey	European Union Countries	Other EU Countries	Middle Eastern Countries	Other Countries	Total Exports
2006	30,875,362	9,708,799	9,805,754	11,543,938	2,933,694	64,867,547
2007	48,907,443	13,225,555	7,369,006	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	7,570,755	101,107,374

Source: Department of Trade

Table B.42: Imports of TRNC by Country Groups (USD)

Years	Turkey	European Union Countries	Far Eastern Countries	Other EU Countries	Middle Eastern Countries	Other Countries	Total Imports
2006	946,978,969	247,072,030	82,977,243	16,460,425	65,267,005	17,464,606	1,376,220,278
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	731,570,571	206,235,045	146,838,698	41,325,190	57,643,361	36,967,972	1,220,580,837

Source: Department of Trade

Table B.43: Passengers Arriving in 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 (January - April)	32,476	4,194	167	4	36,841

Source: Tourism Planning Department

Table B.44: Total Border Gate Entries in 2019 - 2020 (Number of persons)

Nationality	TRNC		Southern Cyprus		Other Countries		Total	
	2020	2021	2020	2021	2020	2021	2020	2021
January	166,644	10,058	197,924	134	120,770	959	485,340	11,151
February	177,777	16,030	182,753	213	124,300	907	484,830	17,150
March	50,937	42,395	52,878	1,099	33,104	2,484	136,919	45,978
April	633	44,288	17	1,165	547	2,395	1,197	47,848
May	948		29		79		1,056	
June	12,707		921		430		14,058	
July	46,741		9,951		3,628		60,320	
August	38,557		13,979		4,675		57,211	
September	58,787		14,461		6,135		79,383	
October	59,505		15,596		7,467		82,568	
November	53,330		10,412		6,842		70,584	
December	32,104		5,469		3,967		41,540	
Total	698,670	112,771	504,390	2,611	311,946	6,745	1,515,006	122,127

Source: Tourism Planning Department

Table B.45: Persons Accommodating in Touristic Accommodation Facilities

Countries	2013	2014	2015	2016	2017	2018	2019	2020
Turkey	464,397	529,908	588,045	621,819	710,889	776,428	773,936	155,329
TRNC	40,125	49,598	52,335	53,224	55,613	49,344	50,560	46,263
Other	209,379	224,881	235,661	249,079	348,471	317,434	336,184	43,022
Grand Total	713,901	804,387	876,041	924,122	1,114,973	1,143,206	1,160,680	244,614

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

M3= M2 + Official Deposits in the Banks + Other Deposits in Central Bank of TRNC

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".

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.

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.

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 balances are 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'.

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).

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.

Central Bank of the TRNC

Bulletin - 2021 / I

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