



CENTRAL BANK OF THE TRNC

QUARTERLY BULLETIN



2022 - II



QUARTERLY BULLETIN

Issue: 2022/II

I: FOREWORD

In the World Economic Outlook Update report published by the IMF in July 2022, it was highlighted that the global output contracted in the second quarter because of the downturns in China and Russia and US consumer spending fell short of expectations. The report emphasized the negative effects of higher-than-expected inflation worldwide, the economic slowdown in China and the war in Ukraine on the global economy. In the report, the global growth forecast for 2022 was updated as 3.2 percent.

In the second quarter of 2022, monthly CPI change rates in April, May and June have been 5.07, 6.63, and 9.54 percent, respectively. In the same period, inflation rates compared to the same month of the previous year have been 88.81, 98.12 and 110.42 percent in April, May and June, respectively. The sectors with the highest price increase at the end of June 2022 are transportation with 169.47 percent, entertainment and culture with 143.83 percent and, restaurants and hotels item with 126.92 percent, and food and non-alcoholic beverages with 134.63 percent. As of the end of June 2022, the lowest price increase compared to the same period of the previous year has been the education item by 36.70 percent.

As of the second quarter of fiscal year 2022, budget revenues amounted to 4,007.6 million TRY. In the second quarter of 2022, tax revenues item with the largest share in budget revenues increased by 110.5 percent compared to the same period of the previous year and amounted to 2,680.7 million TRY. Other revenues item, which has the second highest share in budget revenues became 685.5 million TRY in the second quarter of 2022 and 287.8 million TRY in the same period of the previous year. In the second quarter of 2022, other revenues item reached 81.4 million TRY. While the share of tax revenues in total budget revenues was 60.8 percent in the second quarter of 2022, it has declined to 67.5 percent in the same period of 2021. In the second quarter of 2022, the share of non-tax revenues item increased from 13.7 to 17.3 percent, and the share of other revenues increased from 0.2 to 1.1 percent, compared to the same period of 2021.

In 2021, the number of passengers entering the country continued to remain low due to the ongoing measures taken against the Covid-19 outbreak. In the first six months of 2022 the pre-Covid-19 levels are reached. The number of passengers arriving to the country by air and sea has been 79,046, 129,342 and 120,320 respectively in April, May and June 2022. Border gate entries (excluding TRNC citizens) was 2021 in t2021, while this figure has become 2,042,920 in the second half of 2022. In the first six months of 2019, the pre-pandemic period, the total entry of Southern Cyprus nationals through the border gates was 1,115,028. In the first six months of 2022, this figure was 1,298,017, exceeding the pre-pandemic entry total.

Total assets of the banking sector, which was 88,305.7 million TRY at the end of March 2022, have increased by 10.44 percent at the end of June 2022 and reached 97,526.7 million TRY. In the aforementioned period, cash and cash equivalents increased by 12.46 percent, securities portfolio by 16.43 percent, gross loans by 8.14 percent and other assets by 10.35 percent. In the second quarter of 2022, the largest share in the sector's total assets is gross loans with 50.07 percent. Gross loans are followed by cash and cash equivalents with a share of 31.18 percent, securities portfolio with a share of 10.03 percent and other assets with 8.72 percent. As of June 2022, 83.02 percent of the total liabilities is deposits, 7.81 percent is shareholders' equity, 4.77 percent is debts to banks and 4.4 percent is other liabilities. Sector's non-performing loans (NPL) amounted to 1,682.1 million TRY as of the end of March 2022 and increased by 7.1 percent and reached 1,801.2 million TRY as of the end of June 2022. Non-performing loans increased by 19.03 percent, compared to the same period of the previous year.

In the second quarter of 2022, the sector's capital adequacy standard ratio increased by 0.17 points compared to the previous quarter and reached 17.67 percent, well above the legal limit of 10 percent. CASR based on bank groups has been 18.74 percent in public banks, 10.92 percent in private banks and 23.36 percent in branch banks.

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

Regards,



Rifat GÜNAY

Governor

Central Bank of the TRNC, 2022 / II

Address

Bedreddin Demirel Street,
Nicosia - TRNC

Mailing Address

PC 857, Nicosia-TRNC

Phone No.

0392 - 611 5000

Fax No.

0392 - 228 5240

0392 - 228 2131

Website

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

E-mail

ileti@kktcmerkezbankasi.org

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II: ABBREVIATIONS

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

III: DEFINITIONS

Gross Loans: Loans + Non-Performing Loans

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

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 Employees Registered with Social Insurance	<i>5</i>
2.3 Inflation	<i>7</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 Second Quarter 2022 Results	<i>15</i>
4.2 Revenues	<i>15</i>
4.3 Expenditures	<i>16</i>
4.4 Six-Month 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	28
5.2.4	Securities Portfolio	30
5.2.5	Deposits	31
5.2.6	Shareholders' Equity	35
5.3	Money Supply	36
5.4	Overview of Interbank Money Market	37
5.5	Credit Cards Maximum Interest Rates	40
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>	47
ANNEX C.	<i>NOTES</i>	91

IV: LIST OF TABLES

Table 1.1: GDP Results and Forecasts.....	2
Table 2.1: Registered Active Unemployment - Overview (Number of persons).....	5
Table 2.2: Overview of Active Vacancy Listings (Number of persons).....	5
Table 2.3: Consumer Prices Index (% Change, 2015=100).....	8
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: Number of Passengers Arriving in TRNC by Air and Sea.....	12
Table 3.6: Border Gate Entries to TRNC by Nationalities and Months.....	13
Table 3.7: Number of Tourist Accommodations and Bed nights 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 5.1: Performance Ratios.....	21
Table 5.2: Concentration in the Banking Sector (%).....	22
Table 5.3: Number of Banks.....	22
Table 5.4: Number of 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 (Volume - Million TRY, Number - Number of Accounts).....	33
Table 5.16: Development of Shareholders' Equity (Million TRY).....	35
Table 5.17: Money Supply (Million TRY).....	36
Table 5.18: Transaction Volume (x 1.000) and Amount.....	37
Table 5.19: Transaction Volume (x 1.000).....	38
Table 5.20: Average Interest Rates (%).....	39
Table 5.21: Credit Cards Maximum Interest Rates (%).....	40
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 - Legal Regulations.....	46
Table B.1: Central Bank of the TRNC Selected Balance Items (TRY).....	48
Table B.2: Central Bank of the TRNC Liquid Assets (TRY).....	49
Table B.3: Loans Extended to the Banking Sector by Central Bank of the TRNC (TRY).....	50
Table B.4: Deposits and Reserve Requirements in Central Bank of the TRNC (TRY).....	51
Table B.5: Exchange Rates (End of month).....	52
Table B.6: Cross Rates.....	53
Table B.7: Interest Rates Applied to Turkish Lira and Foreign Currency Deposits by Central Bank of the TRNC (%).....	54
Table B.8: Interest Rates Applied to Reserve Requirements by Central Bank of the TRNC (%).....	55

Table B.9: Rediscount Interest Rates (%)	56
Table B.10: Reserve Requirements Ratios (%)	57
Table B.11: Overdraft Cheques	58
Table B.12: Electronic Payment System Transactions - Based on Payment Channel (Number)	59
Table B.13: Electronic Payment System Transactions - Based on Payment Channel (Amount).....	60
Table B.14: Cheques Submitted to the TRNC Clearing House (Number).....	61
Table B.15: Cheques Submitted to the TRNC Clearing House (Amount).....	61
Table B.16: Cheques Returned to the TRNC Clearing House (Number).....	61
Table B.17: Cheques Returned to the TRNC Clearing House (Amount).....	61
Table B.18: Dishonoured Cheques as of the End of Month (Number)	62
Table B.19: Dishonoured Cheques as of the End of Month (Amount).....	62
Table B.20: Banking Sector Assets/Liabilities (Million TRY)	63
Table B.21: Loans (Total) - By Types (Million TRY).....	64
Table B.22: Loans (TRY) - By Types (Million TRY)	65
Table B.23: Loans (FX) - By Types (Million TRY)	66
Table B.24: Loans - By Terms (Million TRY).....	67
Table B.25: Loans - Public and Private (Million TRY).....	68
Table B.26: Distribution of Total Loans by Size (Million TRY).....	69
Table B.27: Development of Shareholders' Equity (Million TRY).....	70
Table B.28: Capital Adequacy Ratio (%).....	71
Table B.29: Banking Sector Profit / Loss Table (Million TRY)	72
Table B.30: Total Deposits by Maturity Groups (Million TRY).....	73
Table B.31: TRY Deposits by Maturity Groups (Million TRY)	73
Table B.32: FX Deposits by Maturity Groups (Million TRY)	73
Table B.33: Total Deposits by Types (Million TRY)	74
Table B.34: TRY Deposits by Types (Million TRY)	75
Table B.35: FX Deposits by Types (Million TRY).....	75
Table B.36: Money Supply (Million TRY)	76
Table B.37: Licensed Banks Operating under the Banking Law	77
Table B.38: Main Economic and Social Indicators	78
Table B.39: Developments in Gross Domestic Product (Current Prices, Million TRY).....	79
Table B.40: Percentage Distribution of Gross Domestic Product.....	80
Table B.41: Overall Balance of the Economy (Current Prices, Million TRY).....	81
Table B.42: Real Growth Rates of Sectorial Value Added (%)	81
Table B.43: Balance of Payments (Million USD).....	82
Table B.44: Percentage Change of Consumer Prices Index Compared to December of the Previous Year	82
Table B.45: TRNC and TR Inflation Rates	83
Table B.46: Consumer Price Index (2015 = 100).....	83
Table B.47: Minimum Wage	84
Table B.48: Fuel Retail Prices	85
Table B.49: Exports of TRNC by Country Groups (USD).....	86
Table B.50: Imports of TRNC by Country Groups (USD)	87
Table B.51: Distribution of Visits to the TRNC by Ports.....	88
Table B.52: Total Border Gate Entries in 2020 - 2021 (Number of persons).....	88
Table B.53: Number of Persons Accommodating in Touristic Accommodation Facilities.....	89

V: LIST OF CHARTS

Chart 1.1: GDP Growth Rates	2
Chart 1.2: Inflation Rates of Selected Countries	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)	4
Chart 2.1: Registered Active Unemployment - Periodic Distribution	5
Chart 2.2: Applications - Vacancies - Employments.....	5
Chart 2.3: Number of Insured Employees	6
Chart 2.4: Active Insured Employees with Work Permits.....	6
Chart 2.5: Distribution of Registered Employees	6
Chart 2.6: Inflation Rates (Compared to the previous month).....	7
Chart 2.7: Inflation Rates (Compared to the same month of the previous year).....	7
Chart 2.8: Cumulative Inflation Rates (Compared to December of the previous year).....	7
Chart 2.9: Cumulative Sectorial Inflation Rates	8
Chart 3.1: Imports and Exports	10
Chart 3.2: Foreign Trade Volume (exports + imports), Foreign Trade Balance (exports - imports).....	11
Chart 3.3: Number of Visits in 2022 Compared to 2020, 2021 and Average of the Last 5 Years	13
Chart 3.4: Hotel Bed Occupancy Rates by Months (%)	13
Chart 3.5: Hotel Beds	14
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: GDBB Issuance and Repayments by Quarters	18
Chart 4.6: Quarter-End GDBB Stock and Short-term Advances Balance.....	19
Chart 5.1: Financial Deepening (%).....	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.....	36
Chart 5.21: TRY - FX Percentage Distribution of M3	37
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

In the World Economic Outlook Update report published by the IMF in July 2022, it was highlighted that the global output contracted in the second quarter because of the downturns in China and Russia and US consumer spending fell short of expectations. Stating that several shocks have hit a world economy already weakened by the pandemic, the report also underlined that higher-than-expected inflation worldwide has caused a worse-than-anticipated slowdown in China, reflecting the effects of COVID-19 and the war in Ukraine.

In the IMF report, the risks that will negatively affect global growth were assessed; and it was highlighted that the war in Ukraine may cause Europe to suddenly stop gas imports from Russia, it may be more difficult to reduce inflation than expected, unfavourable global financial conditions may cause debt distress in emerging economies. It's also mentioned that the further escalation of the real estate sector crisis may further suppress Chinese growth and all these may hinder global trade and cooperation.

The global economic growth forecast for 2022, was 6.1 percent in 2021, then released as 3.6 percent in the World Economic Outlook Report published in April 2022. In July 2022 it was updated as 3.2 percent in the IMF report. Global inflation forecast has been revised up due to food and energy prices as well as lingering supply-demand imbalances. The inflation is anticipated to reach 6.6 percent in advanced economies and 9.5 percent in emerging market and developing economies. In the report, it is stressed that taming inflation should be the first priority for policymakers. It was also emphasized that a tighter monetary policy is necessary, but such policies will need to be balanced with increased taxes or lower government spending.

In the Global Economic Prospects report published by the World Bank in June 2022, it was projected that after more than two years of pandemic, spill overs from the Russian Federation's invasion of Ukraine are set to sharply hasten the deceleration of global economic activity, and the global growth is expected to slow to 2.9 percent in 2022. In the report, it is stated that the

war in Ukraine is leading to high commodity prices, adding to supply disruptions, raising poverty and food insecurity, escalating inflation, tightening financial conditions, intensifying financial fragility, and raising policy uncertainty.

The report stated that the economic outlook faces various downside risks, including intensifying geopolitical tensions, growing stagflationary headwinds, rising financial instability, continuing supply strains, and worsening food insecurity and the growth is estimated to be 3 percent in 2023. In addition, it was stated in the report that Russia's attack on Ukraine increased the slowdown in the global economy, which could turn into a prolonged period of weak growth and high inflation, by increasing the damage done to the global economy by the Covid-19 pandemic. It was also underlined that this raises the risk of stagflation, with potentially harmful consequences for both middle- and low-income economies.

The World Bank Report mentioned that the international community should accelerate efforts to alleviate the humanitarian crisis caused by the war in Ukraine, alleviate food insecurity and expand vaccine access to ensure a lasting end to the pandemic. In addition, it was emphasized that policies focused on reversing the damage caused by epidemic shocks and war, including improving trade relations, improving education and increasing labour force participation, which were deteriorated by the effect of both the pandemic and the war, would be necessary in the long run.

In the Economic Outlook Interim Report published by the OECD in June 2022, it is mentioned that the war in Ukraine and the economic shocks that developed as a result of the war and their effects on the global commodity, trade and financial markets will have a serious reflection on the economy. In the report it is emphasized that the economic outlook, which seemed largely positive as growth and inflation returned to normal as a result of the reduction in supply-side constraints associated with the Covid-19 pandemic in the pre-war period, has had a new set of negative effects with the war in Ukraine and the lockdowns in China due to the authorities' "Zero Covid" policy. According to the report, global growth is expected to

slow sharply this year, to be around 1 percentage point less than projected in the December 2021 OECD Economic Outlook Report, 3 percent, and to remain at a similar low pace in 2023.

The report underlined the importance of taking timely and well-targeted fiscal measures, identifying the best policy options to mitigate the immediate impact of commodity and food price shocks and providing support to refugees fleeing war.

In addition, the report states that in the medium and long term, the need for a comprehensive reassessment of the composition of public finances will arise as a result of the conflict in Ukraine, new financial priorities will emerge, including accelerating clean energy investments and higher defence expenditures.

Table 1.1: GDP Results and Forecasts

	2020	2021	2022 ¹	2022 ²	2023 ¹	2023 ²
IMF	-3.1	6.1	3.6	3.2	3.6	2.9
World Bank	-3.3	5.7	4.1	2.9	2.8	3.0
OECD	-3.4	5.8	5.6	3.0	2.8	3.0

Source: OECD, World Bank, IMF

¹ Initial forecast for the relevant year.

² Latest forecast for the relevant year.

In the Inflation Report published by the CBRT in July 2022, it is mentioned that the economic activity in the Republic of Turkey continued its strong course in the first quarter of 2022 and that the strong growth experienced in the relevant period continued in the second quarter with the positive contribution of foreign demand. In particular, it was underlined that sectors with a high export share achieved strong increases in industrial production. In the report, it is mentioned that the current account deficit has increased due to the rise in energy and commodity prices, despite the continued strong course of exports and the recovery in services income. Geopolitical risks with continuing impact, caused the global economic activity to weaken in the first half of the year. According to the report, leading indicators signal that the risk of the global economy entering a recession has increased.

1.2 ECONOMIC AND FINANCIAL OUTLOOK

1.2.1 GROWTH

The US economy, which contracted by 1.6 percent on an annual basis in the first quarter of 2022, contracted by 0.9 percent in the second quarter and technically entered recession as a result of two consecutive

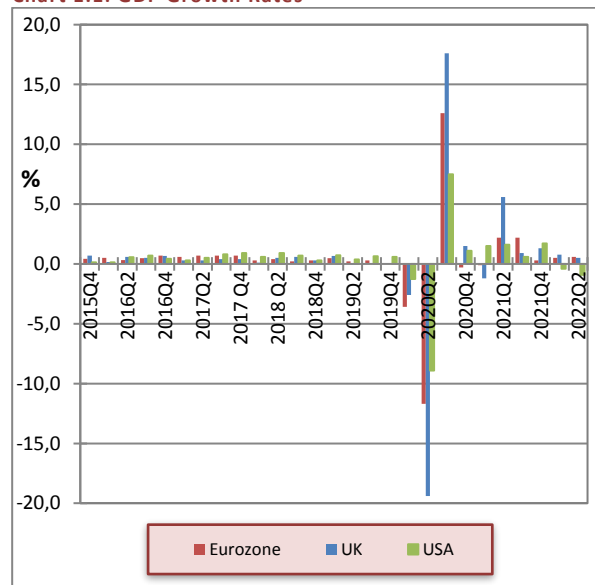
quarters of contraction. The decline in private stock investments, housing investments, federal public expenditures, state and local public expenditures and non-residential fixed investments were effective in the contraction in the US economy.

UK economic growth was 0.8 percent in the first quarter of 2022 compared to the previous quarter, according to the UK Office for National Statistics (ONS) chained volume index. According to the monthly economic growth estimates announced by ONS, after a 0.2 percent contraction in April 2022 compared to the previous month, 0.5 percent monthly growth was recorded in May 2022. In May 2022, the economy grew by 3.5 percent compared to the same month of the previous year. In the period, while health and social service activities grew by 2.1 percent, service production increased by 0.4 percent.

According to the pioneering data announced by EUROSTAT, the Eurozone economy grew by 0.7 percent in the second quarter of 2022 compared to the previous quarter, in seasonally adjusted terms, and by 4 percent on an annual basis.

According to the chained volume index of the Turkish economy, GDP grew by 7.3 percent in the first quarter of 2022 compared to the same period of the previous year. The country's GDP increased by 1.2 percent compared to the previous quarter on a seasonally and calendar-adjusted basis.

Chart 1.1: GDP Growth Rates



Source: OECD

Analysing the activities that make up the GDP in the Turkish economy in the first quarter of 2022, compared to the same period of the previous year, as a chained volume index, finance and insurance activities increased by 24.2 percent, information and communication activities by 16.8 percent, services by 14.9 percent, professional, administrative and support service activities by 8.9 percent, industry by 7.4 percent, other service activities by 6.8 percent, real estate activities by 5.4 percent, public administration, education, human health and social service activities by 5.2 percent and agriculture by 0.9 percent, while the construction sector decreased by 7.2 percent.

1.2.2 INFLATION

Annual CPI in the USA increased to 9.1 percent in June 2022 to the highest level of the last 41 years. The previous data for the US inflation in May, was 8.6 percent. CPI in the USA increased by 0.3 percent, 1 percent and 1.3 percent in April, May and June 2022, respectively, on a monthly basis.

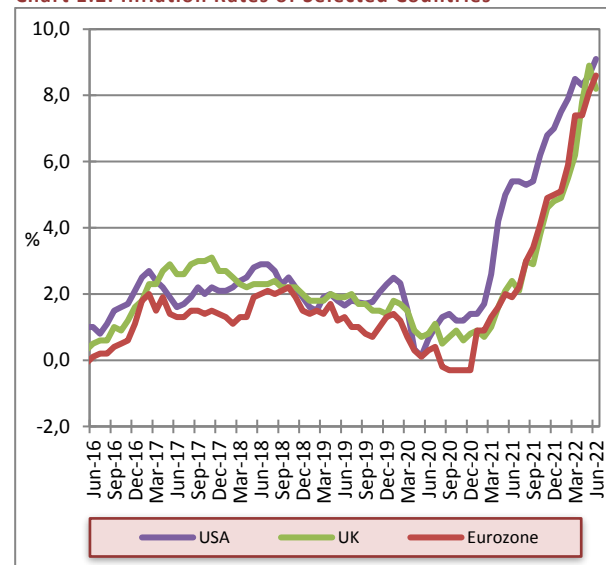
According to the data released by ONS, the annual CPI increase in the United Kingdom in April, May and June 2022 was 7.8 percent, 7.9 percent and 8.2 percent, respectively. In the UK, the largest upward contributions to the annual increase in price levels in June 2022 came mainly from electricity, gas and other fuels and transportation items.

According to EUROSTAT data, the harmonized annual CPI in the Eurozone increased by 8.6 percent in June 2022. In March 2022, the biggest contribution to the annual CPI change was energy with 4.19 percentage points, food, alcoholic beverages and tobacco items with 1.88 percentage points, services sector with 1.42 percentage points and industrial goods excluding energy with 1.15 percentage points.

According to the data announced by the Turkish Statistical Institute (TUIK), the monthly CPI increase in June 2022 was 4.95 percent. With the increase in June, annual inflation reached 78.62 percent. In June 2022, D-PPI increased by 6.77 percent and the annual rate of increase in D-PPI was 138.31 percent. Analysed by main expenditure groups, transportation group made the highest contribution to CPI inflation with a price increase of 10.59 percent on a monthly basis. Based on the analysis of main expenditure groups, the highest annual price increase was in the transportation group

with 123.4 percent. The main expenditure group, which recorded the second highest increase on an annual basis, was food and non-alcoholic beverages with 93.9 percent.

Chart 1.2: Inflation Rates of Selected Countries



Source: OECD

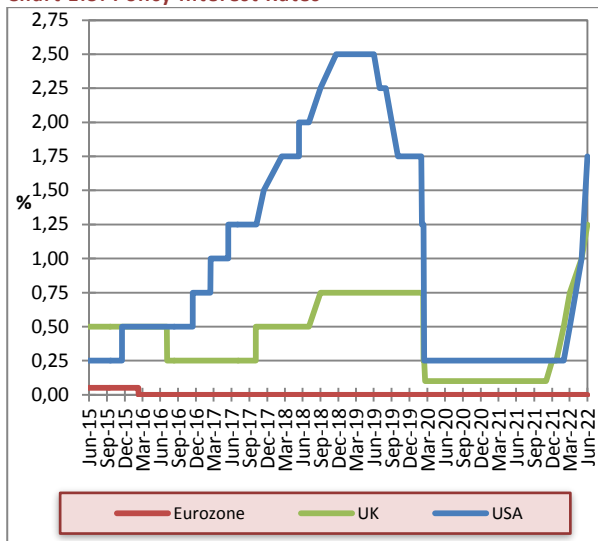
1.2.3 POLICY INTEREST RATES

In the Federal Open Market Meeting (FOMC) held in June 2022, the Fed increased the policy rate by 75 basis points to 1.50-1.75 percent. Thus, the Fed made the highest interest increase for the first time since 1994. In his statement after the meeting, Fed Chairman Powell evaluated the interest rate increase as an important step in the fight against inflation.

At the meeting held on June 2022, the Bank of England (BoE) Monetary Policy Committee (MPC) increased the policy rate by 25 basis points to 1.25 percent, the highest level of the last 13 years. In the statement made after the interest rate decision, BoE stated that they increased interest rates due to strong price pressures, tightness in the labour market and the risk of pressures becoming more persistent.

After the monetary policy meeting held in June 2022, the European Central Bank (ECB) announced that it plans to increase the policy interest rate by 25 basis points at its monetary policy meeting in July. In addition, at the meeting, the expectation of raising interest rates again in September was pointed out and it was emphasized that the calibration of this increase would depend on the updated medium-term inflation outlook.

Chart 1.3: Policy Interest Rates

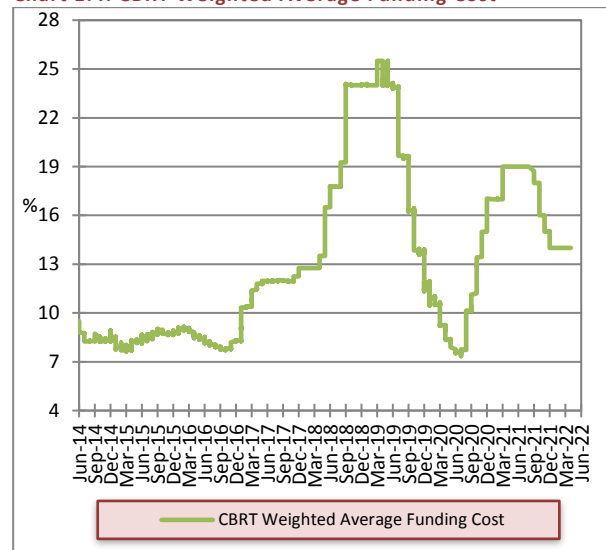


Source: FED, ECB, BoE

After the CBRT MPC meeting held on May 26, 2022, the policy rate, which is the one-week repo rate, was kept unchanged at 14 percent. In the text published after the meeting, it was stated that the comprehensive policy framework review process that promotes liraization continues, and it was emphasized that the collateral and liquidity policy steps would be put into effect.

At its June 2022 meeting, the CBRT Monetary Policy Committee (MPC) held the policy rate unchanged at 14 percent for the sixth time in a row. In the text published by the CBRT following the meeting, it was stated that a liraization-oriented approach, which also takes into account the risks to financial stability, will continue to be adopted in line with the goal of sustainable price stability in monetary policy, and that the growth rate of loans and the meeting of financial resources with economic activity are closely monitored.

Chart 1.4: CBRT Weighted Average Funding Cost

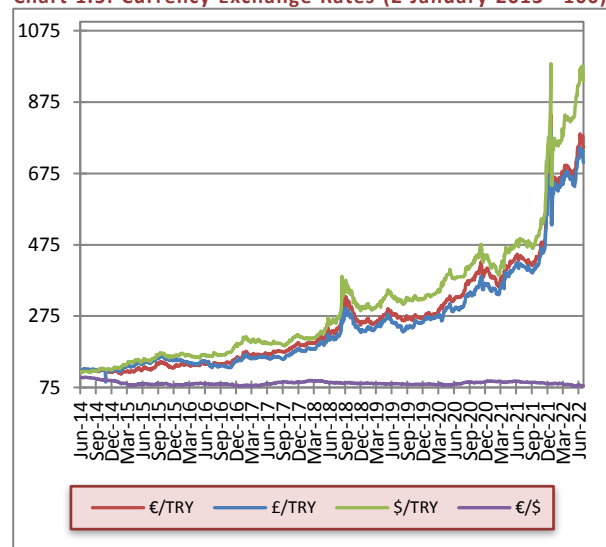


Source: CBRT

1.2.4 EXCHANGE RATES

In the second quarter of 2022, the Turkish lira experienced nearly 80 percent depreciation against the euro, pound sterling and US dollar, compared to the same period of the previous year. In the second quarter of 2021, while the average exchange rates for GBP/TRY, EUR/TRY, and USD/TRY were 11.68, 10.08 and 8.37, respectively, the averages for the same period of 2022 have been 19.81, 16.83 and 15.78, respectively. Comparing the second quarter exchange rates of 2021 and 2022, it is seen that the Turkish lira depreciated by 67 percent against the EUR, 69.6 percent against the GBP, and 88.5 percent against the USD.

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



Source: Central Bank of TRNC

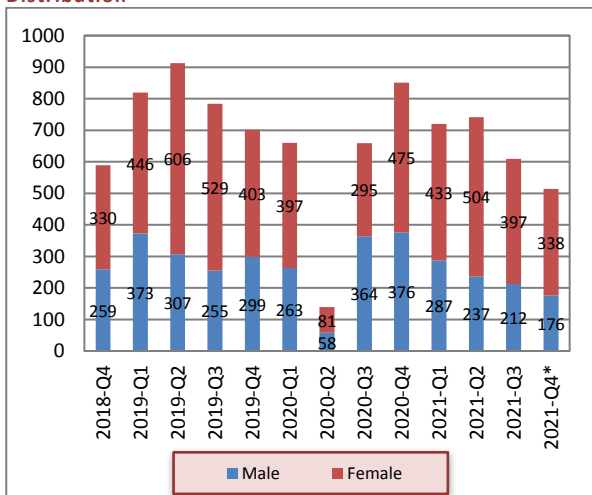
2 EMPLOYMENT AND PRICES

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

2.1 EMPLOYMENT

According to the unemployment data prepared by the TRNC Labour Office, the number of registered unemployed people, which was 741 by the end of the second quarter of 2021, increased to 789 as of the third quarter of 2021. Analysing the unemployment rate by gender composition, it is seen that about 68 percent of the active registered unemployed people are composed of women and 32 percent of them are men, as of the second quarter of 2021.

Chart 2.1: Registered Active Unemployment - Periodic Distribution



Source: Labour Office

*: Based on the data available for October.

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

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

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

Source: Labour Office

*: Based on the data available for October.

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

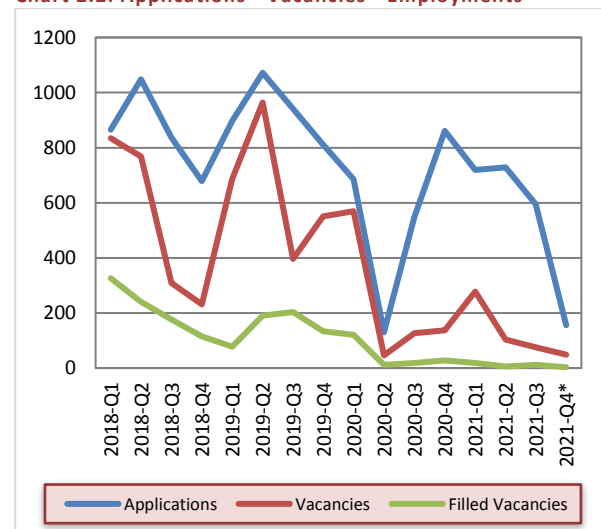
Table 2.2: Overview of Active Vacancy Listings (Number of persons)

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

Source: Labour Office

*: Based on the data available for October.

Chart 2.2: Applications - Vacancies - Employments



Source: Labour Office

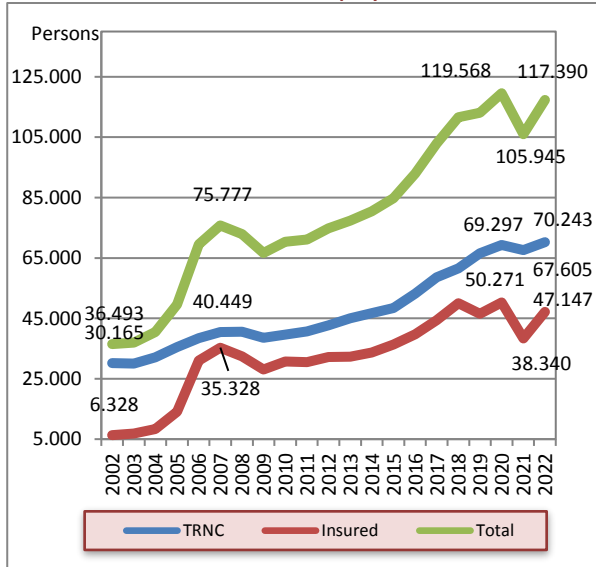
*: Based on the data available for October.

2.2 EMPLOYEES REGISTERED WITH SOCIAL INSURANCE

Due to the Covid-19 pandemic, which affected the whole world in 2020, the decrease in the number of employees registered with social insurance started to increase and approached the pre-pandemic figures as of 2022. The number of registered employees, which was 119,568 before the Covid-19 outbreak, decreased

to 105,945 in January 2021, and increased to 117,390 as of June 2022. In the same period, the total number of insured employees with work permits increased by 23 percent from 38,340 to 45,651 and the number of TRNC citizen employees increased from 67,605 to 68,699.

Chart 2.3: Number of Insured Employees

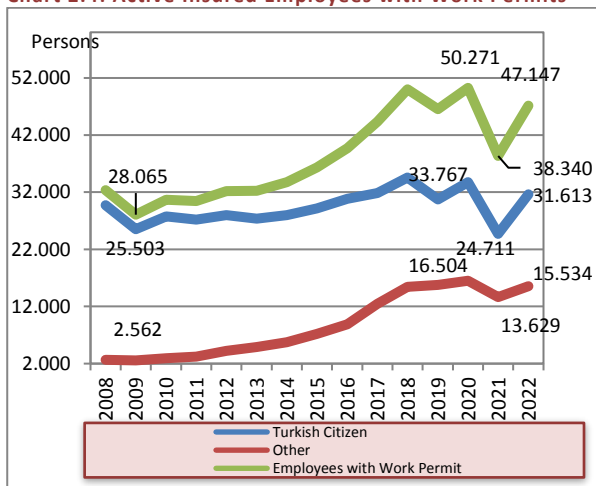


Source: Social Insurance Office

*March data between 2002 and 2019, and January data for 2020-2021 and June data for 2022.

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

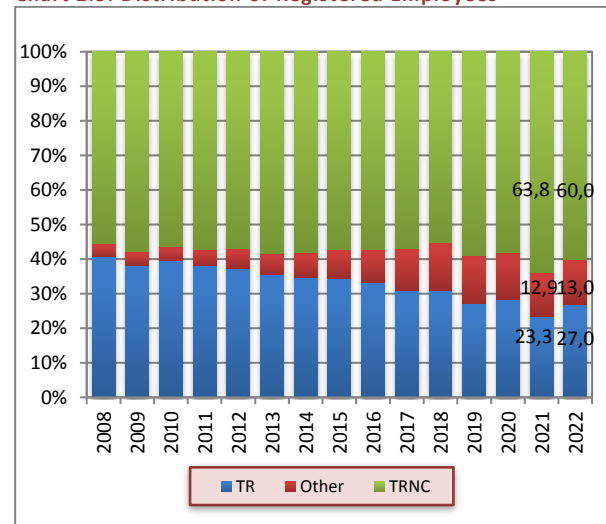
Chart 2.4: Active Insured Employees with Work Permits



Source: Social Insurance Office

While the share of TRNC citizen insured employees in total insured employees varied between 55 percent and 58 percent from 2008 to 2020, it increased to 63.8 percent in 2021, after the decrease in the number of employees with work permits due to the impact of the Covid-19. As more people obtained work permits after the pandemic's effects subsided at the beginning of 2022, the share of insured TRNC citizen employees fell to 60 percent in June 2022. While the share of insured citizens from the Republic of Turkey in total insured employees was 40.8 percent in 2008, this ratio decreased to 23.3 percent in 2021, then increased to 27 percent in 2022. The share of insured employees with other nationalities, on the other hand, was 13.8 and 12.9 percent in the same period then became 13 percent in 2022.

Chart 2.5: Distribution of Registered Employees



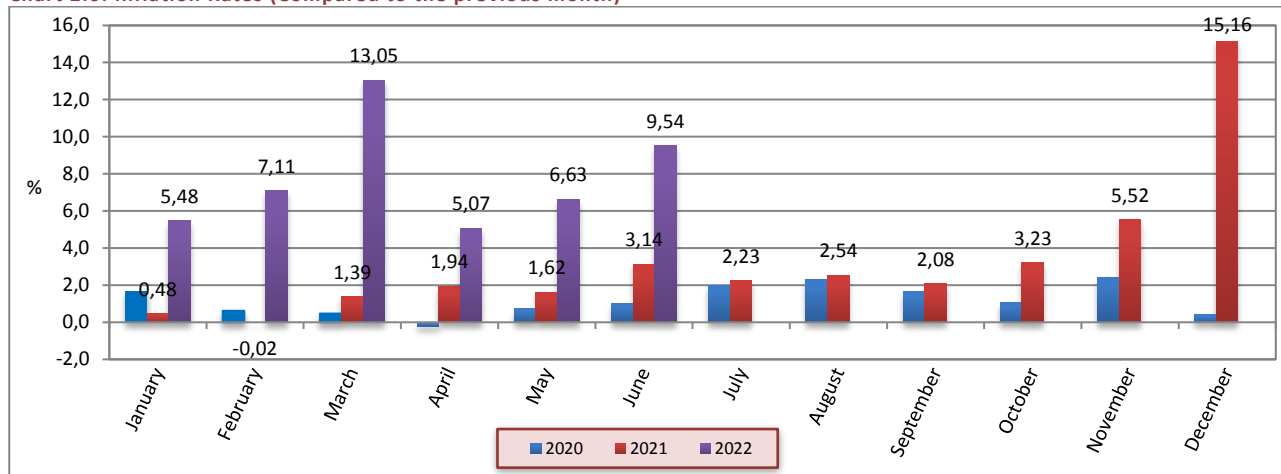
Source: Social Insurance Office

2.3 INFLATION

In the second quarter of 2022, monthly CPI change rates in April, May and June have been 5.07, 6.63, and 9.54 percent, respectively. In the same period of 2021, monthly inflation rates were 1.94, 1.62 and 3.14

percent, respectively. Inflation rate, which was 1.43 percent in the first half of 2021, became 7.81 percent in the same period of 2022.

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



Source: TRNC Statistical Institute

In the second quarter of 2022, inflation rates compared to the same month of the previous year have been 88.81, 98.12 and 110.42 percent in April, May and June, respectively. In the same period of 2021, monthly inflation rates were 16.45, 17.46 and 19.93 percent, respectively.

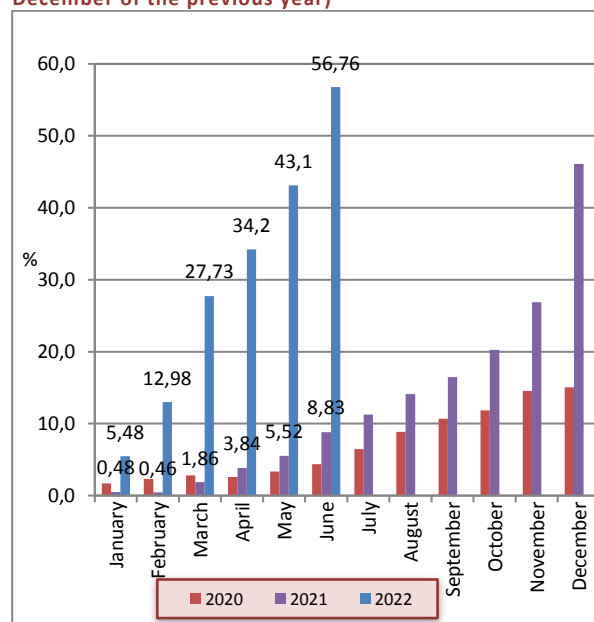
In the second quarter of 2022, inflation rates compared to December of the previous year have been 34.2, 43.1 and 56.76 percent in April, May and June, respectively. In the second quarter of 2021, inflation rates compared to December of the previous year were 3.84, 5.52 and 8.83 percent, respectively.

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



Source: TRNC Statistical Institute

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

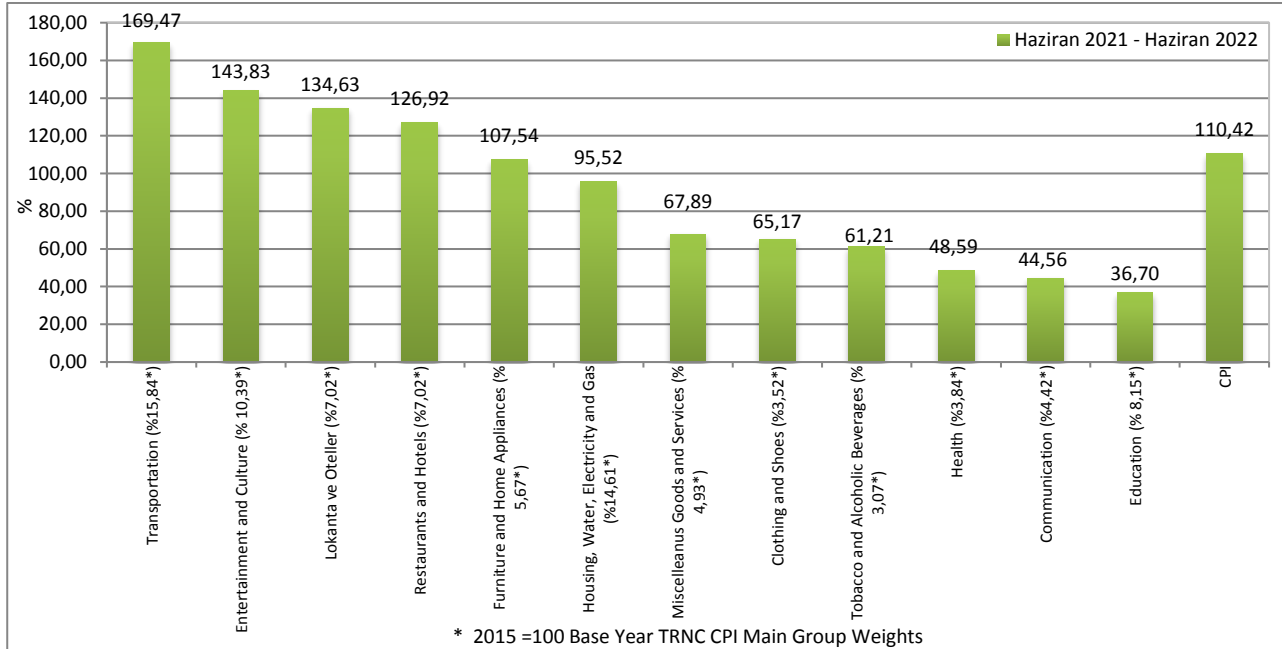


Source: TRNC Statistical Institute

The sectors with the highest price increase at the end of June 2022 are transportation with 169.47 percent, entertainment and culture with 143.83 percent and, restaurants and hotels item with 126.92 percent, and food and non-alcoholic beverages with 134.63 percent.

As of the end of June 2022, the lowest price increase compared to the same period of the previous year has been the education item by 36.70 percent.

Chart 2.9: Cumulative Sectorial Inflation Rates



Source: TRNC Statistical Institute

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

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

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

Source: TRNC Statistical Institute

3 FOREIGN TRADE AND TOURISM

(Exports and imports data for 2022 prepared by the TRNC Department of Trade could not be obtained. Therefore, the existing data of the relevant period hasn't been updated.)

3.1 EXPORTS AND IMPORTS

According to the exports and imports data announced by the Department of Trade, total exports increased by 14.6 percent in the fourth quarter of 2021, compared to the same period of the previous year. Examining the export figures of TRNC in the fourth quarter of 2020, total exports was 18.5 million USD, while it has increased to 21.2 million USD in the same period of 2021.

Total exports was 101.1 million USD in 2020, then it has increased to 127.9 million USD in of 2021. In the fourth quarter of 2021, total imports increased by 137.8 percent, compared to the same period of the previous year. Compared to the same month of the previous year, imports in the fourth quarter of 2021 increased by 124.5 percent in October, 178.8 percent in November and 118.9 percent in December.

Table 3.1: Exports and Imports

	Exports (US dollar)			Imports (US dollar)		
	2020	2021	Percentage Change	2020	2021	Percentage Change
January	11,817,646	9,849,485	-16.65	116,707,540	115,757,367	-0.81
February	15,155,057	15,494,630	2.24	142,896,577	92,229,602	-35.46
March	10,259,962	20,788,633	102.62	94,563,909	104,267,398	10.26
Quarter I	37,232,665	46,132,748	23.90	354,168,026	312,254,367	-11.83
April	14,181,526	14,642,293	3.25	51,166,711	115,159,900	125.07
May	8,060,696	9,728,959	20.70	84,533,102	149,372,542	76.70
June	6,472,777	11,815,433	82.54	113,963,990	119,540,804	4.89
Quarter II	28,714,999	36,186,685	26.02	249,663,803	384,073,246	53.84
July	5,157,829	5,856,280	13.54	110,744,810	162,900,861	47.10
August	6,433,544	8,864,852	37.79	119,560,008	236,718,580	97.99
September	5,040,279	9,577,489	90.02	106,638,686	263,259,601	146.87
Quarter III	16,631,652	24,298,621	46.10	336,943,504	662,879,042	96.73
October	5,256,282	8,008,801	52.37	127,245,488	285,603,548	124.45
November	6,523,307	6,956,874	6.65	107,381,601	299,396,972	178.82
December	6,746,469	6,266,486	-7.11	144,233,863	315,746,639	118.91
Quarter IV	18,526,058	21,232,161	14.61	378,860,952	900,747,159	137.75
Year Total	101,105,374	127,850,215	26.45	1,319,636,285	2,259,953,814	71.26

Source: Department of Trade

Note: 1) Exports to the Southern Cyprus are not included. 2) The import and export figures for 2021 are temporary.

Having the second-largest share in imports in 2020, the fuel item increased by 969.18 percent in 2021, compared to the previous year and reached the first rank with 42.5 percent in the total share. In 2021, crude oil prices reached 87 USD from an average of 50 USD, and led to an increase in freight prices on a USD basis, and the increase in demand originating from Southern Cyprus led an increase in fuel imports. The share of fuel imports, which has an average of 15.6 percent in total imports in the last five years, reached 42.5 percent in 2021.

Vehicles item, which has the second-highest share in 2021, increased by 4.4 percent compared to the same period of the previous year. Construction iron item, which has the third-highest share, increased by 65.5 percent compared to the same period of the previous year, and its share in the total imports remained unchanged at 2.3 percent. The shares of ten selected import items within the total was 24.6 percent in 2020. This figure has become 59.2 percent in 2021. Total import figures of the selected ten items increased by 242.8 percent in the fourth quarter of 2021, compared to the previous year.

Table 3.2: Main Import Goods (US dollar)

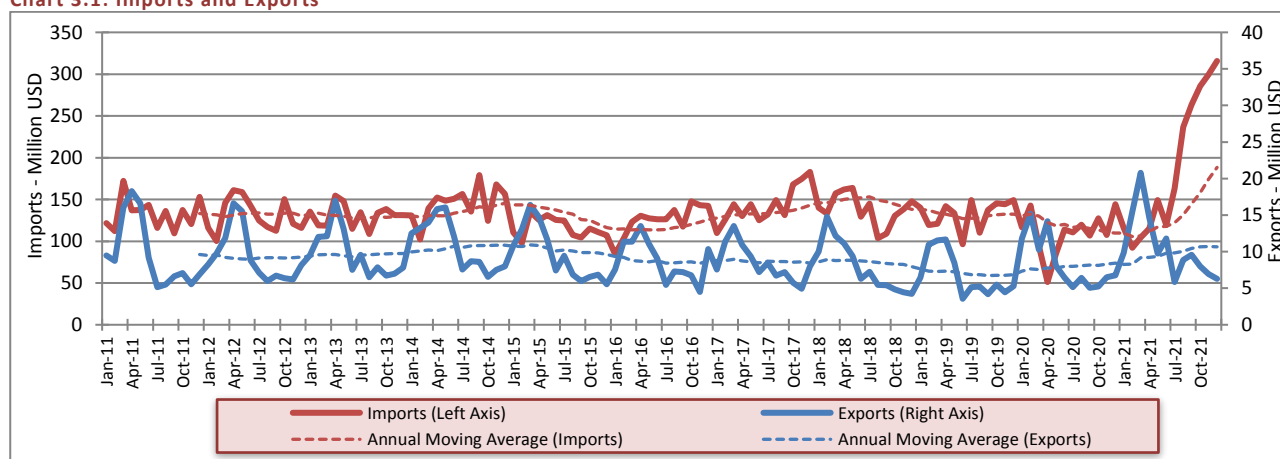
Type of Goods	2020	Share in the Grand Total	2021	Share in the Grand Total	Percentage Change
Fuel	89,837,025	6.81	960,520,541	42.50	969.18
Vehicles	125,960,074	9.55	131,540,553	5.82	4.43
Construction Iron	30,664,348	2.32	50,744,492	2.25	65.48
Animal Feeds and Additives	31,035,892	2.35	44,863,791	1.99	44.55
Clothing Industry	29,429,222	2.23	30,445,883	1.35	3.45
Barley	676,996	0.05	27,112,088	1.20	-
Medications	30,195,611	2.29	24,540,810	1.09	-18.73
Alcoholic Beverages and Tobacco	18,057,361	1.37	24,098,658	1.07	33.46
Industrial Machinery	16,184,639	1.23	21,893,486	0.97	35.27
Corn	18,046,697	1.37	21,271,574	0.94	17.87
Total	390,087,865	29.56	1,337,031,876	59.16	242.75
Grand Total	1,319,636,285		2,259,953,814		71.26

Source: Department of Trade

Analysing the TRNC exports and imports data for 10 years between the period 2011 and 2021, it is observed that the exports volume increased in the first half of each year and dropped in the second half of each year. By March 2021, exports has become 20.8 million USD, reaching the highest level of the last ten years. 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. Average monthly exports, which were at the level of 6.9 million US dollars in 2019, increased to 8.4 million US dollars in 2020 and 10.7 million US dollars in 2021.

Imports, on the other hand, continued to increase, rising to 299.4 and 315.7 million USD in November and December 2021, respectively. 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 as of March 2020 due to the Covid-19 spread, and remained low until the second quarter of 2021. With the increase in fuel imports, total imports reached 315.7 million USD in December 2021. While the monthly import average was 132.4 million USD in 2019, the monthly import average has become 188.3 million USD due to the increases in the last four months.

Chart 3.1: Imports and Exports

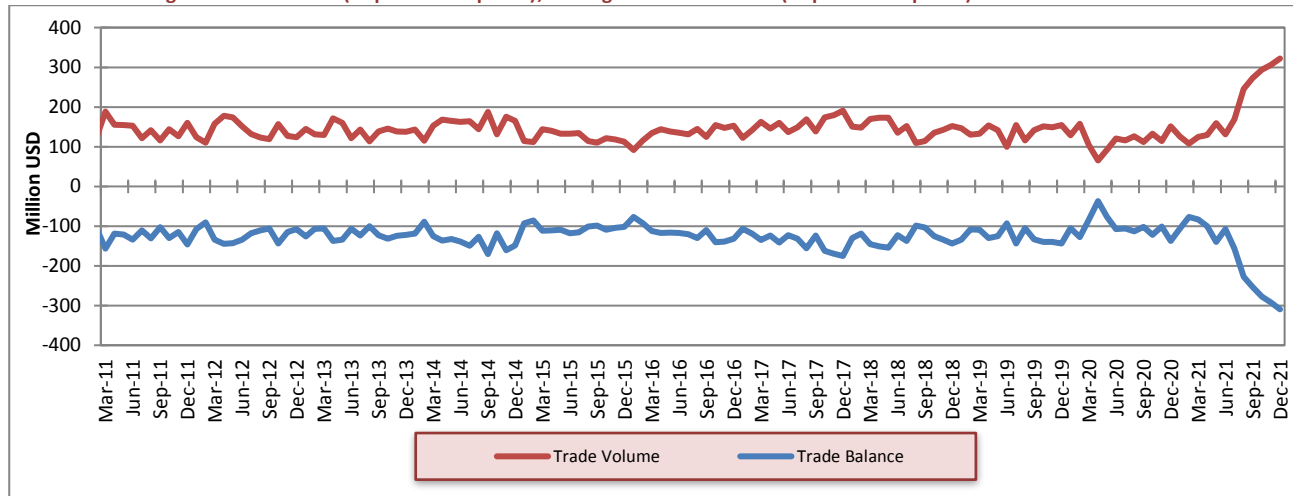


Source: Department of Trade

The average monthly trade volume, which was 118.4 million USD in 2020, increased to 199 million USD in 2021. Average foreign trade deficit increased from 101.5 million USD to 177.7 million USD. The average exports to imports ratio had been 5 percent between

2006 and 2010, then it reached 7.3 percent in the 2011 - 2015 period. Between 2016 and 2020, the average figure was 6.4 percent. In 2020, imports to exports was 8.68 percent, it has declined to 7.7 percent in 2021.

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



Source: Department of Trade

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

While the share of other countries group increased to 18.6 percent. The share of Turkey, which has the largest share in total exports of TRNC was 49 percent in 2020. It remained unchanged at 49 percent by the end of 2021.

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

Years	Turkey	EU Countries	Other EU Countries	Middle Eastern Countries	Other Countries
2006	47.6	15.0	15.1	17.8	4.5
2007	58.4	15.8	8.8	11.6	5.4
2008	49.9	20.5	5.9	17.0	6.7
2009	54.2	18.5	1.7	19.5	6.1
2010	46.4	12.2	3.6	32.3	5.5
2011	53.3	8.3	1.3	32.0	5.1
2012	51.0	7.7	1.0	35.7	4.6
2013	52.2	7.6	2.3	31.9	6.0
2014	60.1	3.7	0.6	31.1	4.5
2015	56.1	5.2	3.2	30.2	5.3
2016	62.5	10.2	0.9	22.7	3.7
2017	60.4	7.9	1.6	21.1	9.0
2018	51.7	10.3	2.5	25.9	9.6
2019	52.3	2.6	2.7	37.0	5.4
2020	49.0	2.0	10.3	31.2	7.5
2021	49.1	1.5	4.7	26.1	18.6

Source: Department of Trade

Referring to the figures for the first nine months of 2021, the share of imports from Turkey has been 64.3 percent, while the share of imports from the EU countries has been 9.5 percent. Compared to 2020,

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

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

Years	Turkey	EU Countries	Far Eastern Countries	Other EU Countries	Middle Eastern Countries	Other Countries
2006	68.8	18.0	6.0	1.2	4.8	1.2
2007	67.9	16.1	7.3	2.6	4.3	1.8
2008	69.8	14.0	6.5	4.7	3.4	1.6
2009	69.6	15.5	6.6	2.3	4.0	2.0
2010	70.9	15.6	5.7	1.9	4.3	1.6
2011	68.6	16.8	4.9	2.5	5.2	2.0
2012	72.4	14.5	4.8	1.7	4.8	1.8
2013	66.7	15.8	6.6	3.8	5.4	1.7
2014	64.7	15.5	8.1	4.6	4.9	2.2
2015	64.5	18.1	7.7	3.0	4.7	2.0
2016	60.4	20.9	8.7	3.3	4.5	2.2
2017	58.6	21.7	8.4	3.4	4.9	2.7
2018	58.8	19.6	8.2	4.9	5.5	2.8
2019	58.4	18.1	9.6	5.4	6.0	2.4
2020	59.9	16.9	12.0	3.4	4.7	3.1
2021	64.3	9.5	6.3	2.6	15.4	1.9

Source: Department of Trade

3.2 TOURISM

In 2021, the number of passengers entering the country continued to remain low due to the ongoing measures taken against the Covid-19 outbreak. In the first six months of 2022 the pre-Covid-19 levels are reached. The number of passengers arriving to the country by air and sea has been 79,046, 129,342 and 120,320 respectively in April, May and June 2022. In the same period of 2019 before Covid-19, these figures were 146,768, 129,844 and 150,051.

According to these figures, the number of passengers arriving in the country in the second quarter of 2022 decreased by 22.96 compared to the same period of 2019. Comparing the first six months of 2022 to the same period 2019, it is seen that 2022 is 29.72 percent lower. In the second quarter of 2022, the number of passengers arriving in the country increased by 705 percent to 328,708 compared to the same period of 2021. In the second quarter, 256,306 arriving passengers were Turkish citizens, 72,402 were from third countries.

Table 3.5: Number of Passengers Arriving in TRNC by Air and Sea

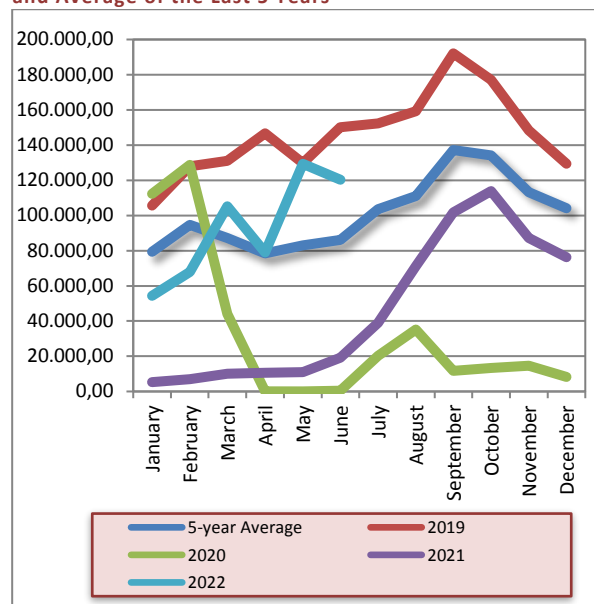
Period	Turkish Citizen			Third Country Citizen			Total		
	2021	2022	Percentage Change	2021	2022	Percentage Change	2021	2022	Percentage Change
January	3,079	45,065	1,363.6	2,216	9,293	319.4	5,295	54,358	926.6
February	2,307	52,582	2,179.2	4,641	15,385	231.5	6,948	67,967	878.2
March	3,639	79,811	2,093.2	6,393	25,380	297.0	10,032	105,191	948.6
Quarter I	9,025	177,458	1,866.3	13,250	50,058	277.8	22,275	227,516	921.4
April	5,688	57,120	904.2	4,973	21,926	340.9	10,661	79,046	641.5
May	7,686	104,061	1,253.9	3,368	25,281	650.6	11,054	129,342	1,070.1
June	14,892	95,125	538.8	4,224	25,195	496.5	19,116	120,320	529.4
Quarter II	28,266	256,306	806.8	12,565	72,402	476.2	40,831	328,708	705.0
Total	37,291	433,764	1,063.2	25,815	122,460	374.4	63,106	556,224	781.4

Source: Tourism Planning Department

In the first quarter of 2022, the number of arriving passengers increased rapidly due to the decrease in the effects of the pandemic, and as of March, it started to exceed the 5-year average, which had decreased due to the impact of the pandemic. The total number of passengers arriving in May 2022 increased to 129,342, approaching the level in May 2019. In June 2022, it decreased to 120,320, below the 2019 level.

Border gate entries (excluding TRNC citizens) was 146,021 in t2021, while this figure has become 2,042,920 in the same period of 2022. In the first six months of 2019, the pre-pandemic period, the total entry of Southern Cyprus nationals through the border gates was 1,115,028. In the first six months of 2022, this figure was 1,298,017, exceeding the pre-pandemic entry total.

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



Source: Tourism Planning Department

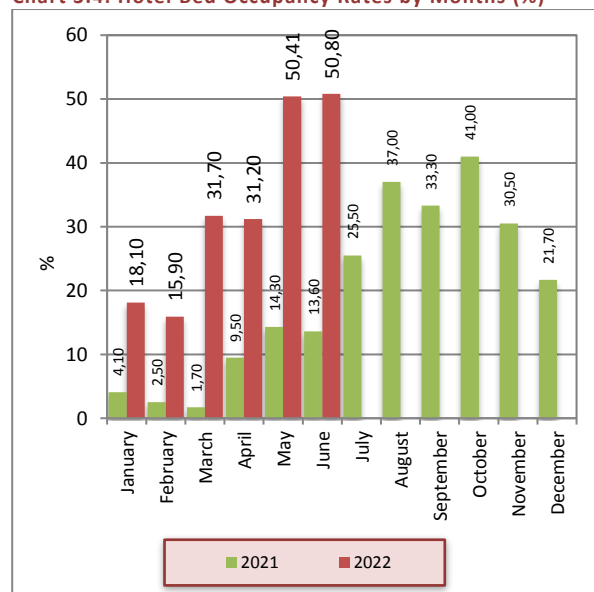
Table 3.6: Border Gate Entries to TRNC by Nationalities and Months

Nationality	Southern Cyprus		Other Countries		Total	
	2021	2022	2021	2022	2021	2022
January	134	173,327	959	68,131	1,093	241,458
February	213	176,744	907	74,437	1,120	251,181
March	1,099	204,509	2,484	107,582	3,583	312,091
April	1,165	231,192	2,395	149,582	3,560	380,774
May	3,729	248,181	2,916	167,434	6,645	415,615
June	90,680	264,064	39,340	177,737	130,020	441,801
Total	97,020	1,298,017	49,001	744,903	146,021	2,042,920

Source: Tourism Planning Department

The occupancy rate of touristic facilities in our country has been 31.2 percent in April, 50.8 percent in May and 50.4 percent in June 2022. In the same period of 2021, hotel bed occupancy rates was 9.5 percent in April, 14.3 percent in May and 13.6 percent in June due to the Covid-19 restrictions.

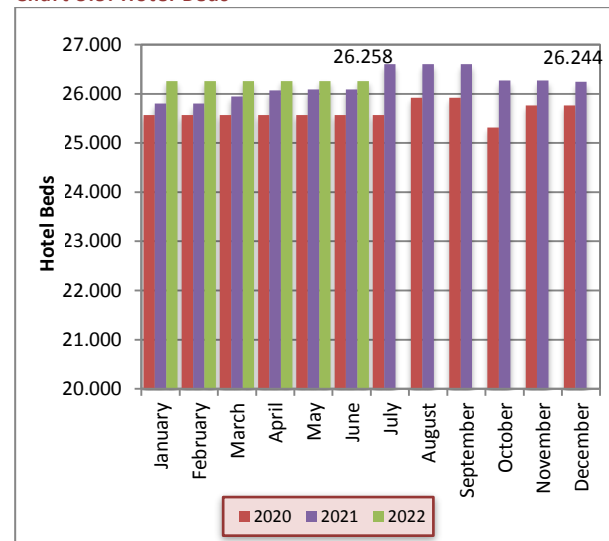
Chart 3.4: Hotel Bed Occupancy Rates by Months (%)



Source: Tourism Planning Department

It is seen that the total number of hotel beds, which was 26,244 at the end of 2021, has reached 26,258 at the end of the second quarter of 2022. In the second quarter of 2022, there was a 0.7 percent increase in the number of hotel beds compared to the same period of 2021.

Chart 3.5: Hotel Beds



Source: Tourism Planning Department

The total number of people staying at the tourist accommodation facilities in the TRNC were 32,809 and 398,204 in the first six-month period of 2021 and 2022, respectively. The total bed nights were 109,246 and 1,379,498 in the same periods, respectively.

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

Table 3.7: Number of Tourist Accommodations and Bed nights by Nationalities

	Tourist Accommodations			Bed nights		
	2021	2022	Percentage Change	2021	2022	Percentage Change
TR	17,873	282,499	1,480.6	74,296	844,198	1,036.26
Other	4,905	94,837	1,833.5	14,678	491,322	3,247.3
TRNC	10,031	20,868	108.0	20,272	43,978	116.94
January – June Total	32,809	398,204	1,113.7	109,246	1,379,498	1,162.7

Source: Tourism Planning Department

4 BUDGETARY DEVELOPMENTS

4.1 SECOND QUARTER 2022 RESULTS

In the second quarter of fiscal year 2022, TRNC total budget revenues increased by 91.4 percent and total expenditures increased by 76.5 percent, compared to the same period of the previous year. Following these changes, budget revenues and budget expenditures reached 4,007.6 and 4,076.1 million TRY in the second quarter of 2022. In the second quarter of 2021, public finance, which gave a deficit of 215.7 million TRY, has given a deficit of 68.5 million TRY in the same period of 2022.

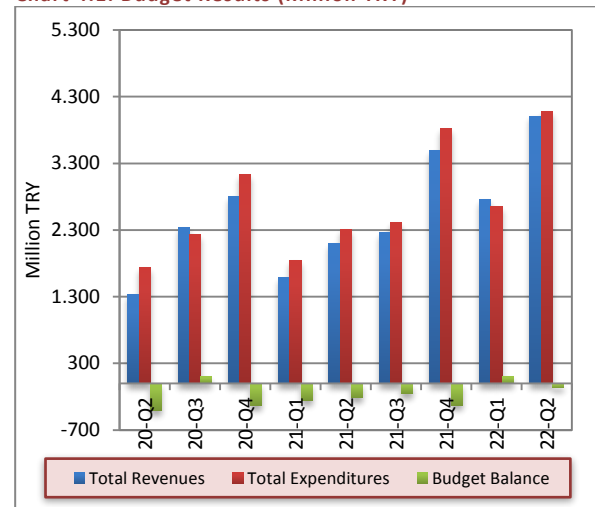
Table 4.1: Budget Balance (Million TRY)

	2021		2022		% Change
	Annual Results	April - June Results	Annual Forecast	April - June Results	
Budget Revenues	9,431.4	2,093.5	13,507.0	4,007.6	91.4
Budget Expenditures	10,386.1	2,309.2	19,441.8	4,076.1	76.5
Budget Balance	-954.7	-215.7	-5,934.8	-68.5	

Source: Ministry of Finance

22.2 percent of the total budget revenues of 9,431.4 million TRY obtained in 2021 were collected in the second quarter. 29.7 percent of the total budget revenues, which was projected to amount to 13,507 million TRY in 2022, were collected in the second quarter. In 2022, 21 percent of 19,441.8 million TRY, estimated to be spent in the execution of services and activities has been used in the second quarter. This rate was 22.2 percent in the same period of the previous year.

Chart 4.1: Budget Results (Million TRY)



Source: Ministry of Finance

4.2 REVENUES

As of the second quarter of fiscal year 2022, budget revenues increased by 1,914.1 million TRY compared to the same period of the previous year and amounted to 4,007.6 million TRY. In the second quarter of 2022, tax revenues item with the largest share in budget revenues increased by 110.5 percent compared to the same period of the previous year and amounted to 2,680.7 million TRY. Total tax revenues were 1,273.4 million TRY in the same period of 2021.

Other revenues item, which has the second highest share in budget revenues became 685.5 million TRY in the second quarter of 2022 and 287.8 million TRY in the same period of the previous year. In the second quarter of 2022, other revenues item reached 81.4 million TRY. Donations, grants and loans item has become 529 million TRY in the second quarter of 2021, it has become 560 million TRY in the same period of 2022.

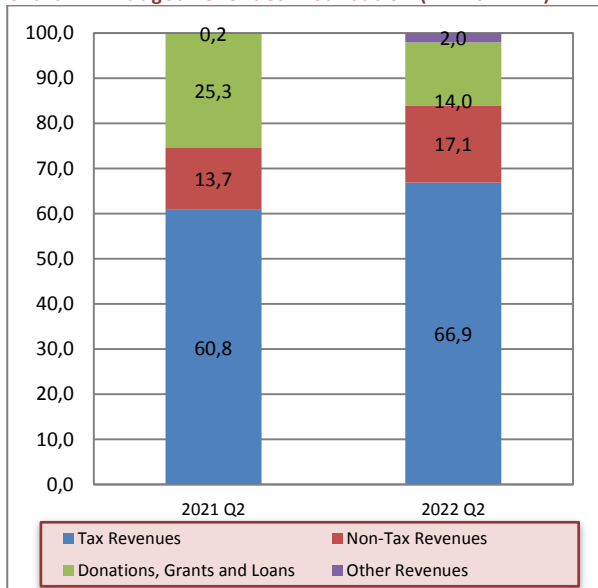
Table 4.2: Budget Revenues (Million TRY)

	2021	2022	% Change
	April - June	April - June	
Tax Revenues	1,273.4	2,680.7	110.5
Non-Tax Revenues	287.8	685.5	138.2
Donations, Grants and Loans	529.0	560.0	5.9
Other Revenues	3.3	81.4	2,366.7
Total	2,093.5	4,007.6	91.4

Source: Ministry of Finance

While the share of tax revenues in total budget revenues was 60.8 percent in the second quarter of 2021, it has declined to 67.5 percent in the same period of 2022. In the second quarter of 2022, the share of non-tax revenues item increased from 13.7 to 17.3 percent, and the share of other revenues increased from 0.2 to 1.1 percent, compared to the same period of 2021. While the share of donations, grants and loans in total budget revenues was 25.3 percent in the second quarter of 2021, it declined to 14.1 percent in the same period of 2022.

Chart 4.2: Budget Revenues Distribution (Million TRY)



Source: Ministry of Finance

4.3 EXPENDITURES

As of the second quarter of 2022, total budget expenditures grew by 76.5 percent compared to the same period of the previous year, and increased from 2,309.2 million TRY to 4,076.1 million TRY. In the second quarter of 2022, current expenditures, personnel expenditures and service purchase expenditures items increased by 116.9, 55.7, and 75.8 percent, respectively, compared to the same period of 2021. Interest expenditures and other expenditures items increased by 77.4 and 55.4 percent, respectively, while capital expenditures and transfers item decreased by 52.1 percent to 90.6 million TRY, respectively, in the same periods.

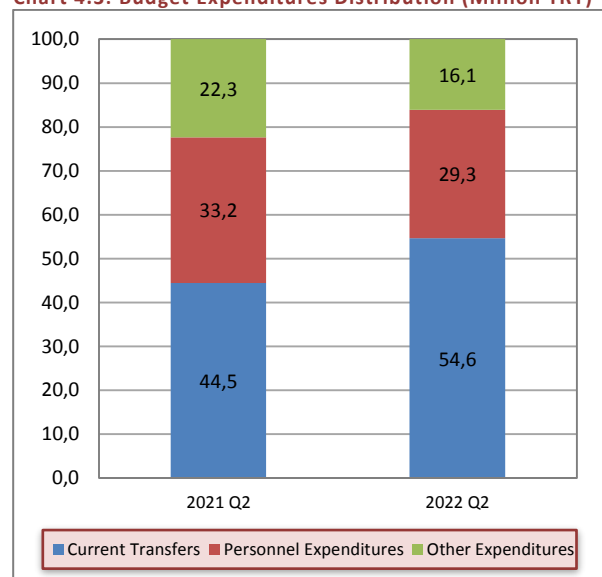
Table 4.3: Budget Expenditures (Million TRY)

	2021 April - June	2022 April - June	% Change
Current Transfers	1,026.8	2,227.4	116.9
Personnel Expenditures	766.7	1,194.0	55.7
Capital Expenditures and Transfers	189.3	90.6	-52.1
Goods and Service Purchase Expenditures	221.2	388.8	75.8
Interest Expenditures	53.9	95.6	77.4
Other Expenditures	51.3	79.7	55.4
Total	2,309.2	4,076.1	76.5

Source: Ministry of Finance

The share of personnel expenditures item in total expenditures was 33.2 percent in the second quarter of 2021, while it has reached 29.3 percent in the second quarter of 2022. In the second quarter of 2021, the share of the current transfers constituting 44.5 percent of the total budget expenditures increased in the same period of 2022 and reached 54.6 percent. The share of personnel expenditures and current transfers in budget expenditures was 77.7 percent in the second quarter of 2021 and it has become 83.9 percent in the same period of 2022.

Chart 4.3: Budget Expenditures Distribution (Million TRY)



Source: Ministry of Finance

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

4.4 SIX-MONTH BUDGET IMPLEMENTATION RESULTS

According to the 2022 Fiscal Year Supplementary Budget Law data published in the Official Gazette no. 120 dated June 16, 2022, it is predicted that total budget revenues and expenditures will be 13,507 million TRY and 19,441.8 million TRY, respectively. Compared to 2021 budget results, budget revenues are foreseen to increase by 43.2 percent and budget expenditures increased by 87.2 percent in 2022. Tax revenues item, which has the highest share in budget revenues is foreseen to increase by 44.8 percent in 2022 and reach 8,537.3 million TRY, compared to 2021. Non-tax revenues item is projected to increase by 25.1 percent in 2022 and reach 1,942.8 million TRY, compared to the previous year. While the total donations, grants and loans item was 1,839.5 million TRY in 2021, it has increased by 52.2 percent in 2022 and amounted to 2,800.4 million TRY, compared to the previous year. Other revenues item is projected to increase by 60.2 percent and fall to 226.5 million TRY in 2022, compared to the previous year. Current transfers item, which had the highest share in budget expenditures in 2021, has increased by 79.5 percent and reached 7,700.7 million TRY in 2022, compared to 2020. Personnel expenditures item, which has the second-highest share in budget expenditures, is projected to increase by 20.3 percent and reach 4,229 million TRY. In 2022, the goods and service

expenditures item is foreseen to decline to 623.3 million TRY, decreasing by 53 percent compared to 2021. It is estimated that goods and services purchase expenditure and interest expenditures will increase by 75.6 percent and 48.2 percent, respectively, in 2022 compared to the previous year. Other expenditures are expected to reach 5,143.6 million TRY. According to the amended budget data for 2022, it is projected that the budget deficit will reach 5,934.8 million TRY. At the end of the first half of 2022, 50.1 percent of the budget revenues expected for 2022 were collected and 34.6 percent of the expected total budget expenditures were spent. For the same period of 2021, these rates were 39.2 and 40 percent, respectively. 20 percent of the donations, grants and loans for 2022 were collected in the first half of the year.

In the first half of 2022, tax revenues, non-tax revenues and donations, grants and loans increased by 107.8 percent, 81.5 percent and 8.4 percent, respectively, compared to the same period of the previous year. In the mentioned periods, current transfers, personnel expenditures and goods and service purchase expenditures items increased by 92, 54.3 and 85.2 percent, respectively. Analysing the budget results of the first six months, total budget revenues increased by 83.2 percent to 6,768.6 million TRY, while the budget expenditures increased by 62.1 percent to 6,732.4 million TRY.

Table 4.4: Budget Implementation Results (Million TRY)

	2021 Results	2022 Results	2021-2022 Change (%)	2021 Six-Month Results	2022 Six-Month Results	2021 Six-Month Results (%)	2022 Six-Month Results (%)	
Revenues	Tax Revenues	5,897.4	8,537.3	44.76	2,249.6	4,675.5	38.15	54.77
	Non-Tax Revenues	1,553.1	1,942.8	25.09	776.2	1,408.5	49.98	72.50
	Donations, Grants and Loans	1,839.5	2,800.4	52.24	516.5	560.0	28.08	20.00
	Other Revenues	141.4	226.5	60.18	153.3	124.6	108.42	55.01
	Grand Total	9,431.4	13,507.0	43.21	3,695.6	6,768.6	39.18	50.11
Expenditures	Current Transfers	4,290.2	7,700.7	79.50	1,831.8	3,516.3	42.70	45.66
	Personnel Expenditures	3,514.1	4,229.0	20.34	1,474.8	2,276.1	41.97	53.82
	Capital Expenditures and Transfers	1,326.8	623.3	-53.02	349.0	127.2	26.30	20.41
	Goods and Service Purchase Expenditures	755.5	1,326.9	75.63	298.5	552.9	39.51	41.67
	Interest Expenditures	282.3	418.3	48.18	98.1	102.9	34.75	24.60
	Other Expenditures	217.2	5,143.6	2,268.14	100.8	157.0	46.41	3.05
	Grand Total	10,386.1	19,441.8	87.19	4,153.0	6,732.4	39.99	34.63
Revenues - Expenditures	-954.7	-5,934.8		-457.4	36.2			

Source: Ministry of Finance

4.5 FINANCING BALANCE

Financing balance, which is equal to the gap between the total revenues figure (obtained by subtracting the loans extended by Turkey from the budget revenues) and budget expenditures, has had a deficit of 628.5 million TRY in the second quarter of 2022. Total loans extended by Turkey, used as a source of funding to meet the budget deficit has reached 560 million TRY in the second quarter of 2022.

Domestic income item increased by 120.4 percent and reached 3,447.6 million TRY in the second quarter of 2022, compared to the same period of 2019.

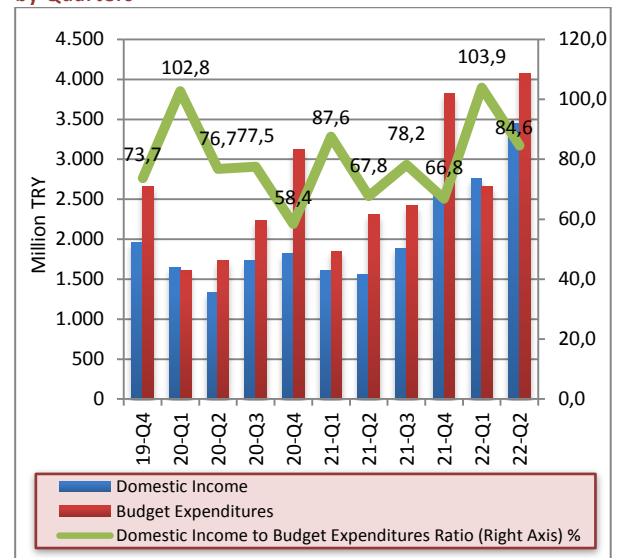
Table 4.5: Financing Balance (Million TRY)

	2021	2022
	April – June	April – June
Budget Revenues - Loans Extended by Turkey	1,844.1	3,447.6
1. Domestic Income	1,564.5	3,447.6
Tax Revenues	1,273.4	2,680.7
Non-Tax Revenues	287.8	685.5
Other Revenues	3.3	81.4
2. Foreign Aids	279.6	0.0
Grants Extended by Turkey	279.6	0.0
Budget Expenditures	2,309.2	4,076.1
Personnel Expenditures	766.7	1,194.0
Current Transfers	1,026.8	2,227.4
Capital Expenditures	189.3	90.6
Goods and Service Purchase Expenditures	221.2	388.8
Other Expenditures	105.2	175.3
Financing Balance	-465.1	-628.5
Financing	249.4	560.0
Loans Extended by Turkey	249.4	560.0

Source: Ministry of Finance

According to the budget figures of the second quarter of 2022, the domestic income to budget expenditures ratio has reached 84.6 percent. The same ratio was 67.8 percent in the second quarter of 2021.

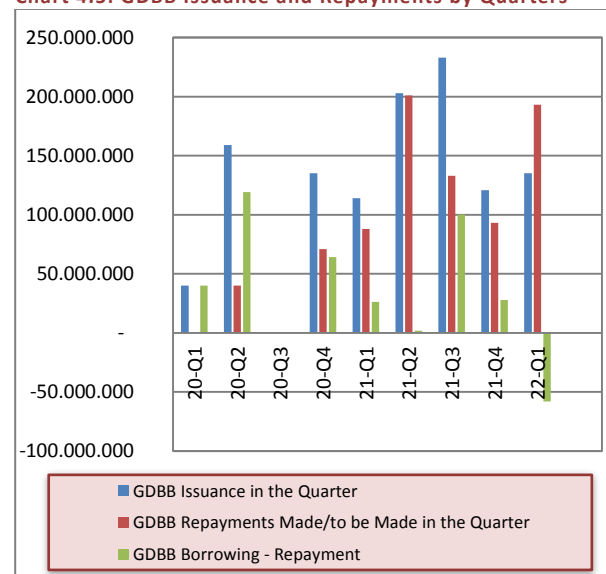
Chart 4.4: Domestic Income to Budget Expenditures Ratio by Quarters



Source: Ministry of Finance

In the second quarter of 2022, a total of 319.6 million TRY was borrowed through the Government Domestic Borrowing Bond (GDBB) tenders and 275.8 million TRY repayments were made. Analysing the tenders and repayments, a net debt of 43.8 million TRY was contracted in the second quarter of 2022. Furthermore, within the scope of the "Statutory Decree on Takeover of Cyprus Turkish Electricity Corporation's Debts to Aksa Energy as State Debt" published in the Official Gazette no. 84, dated April 21, 2022, a special category GDBB with a nominal amount of 531 million TRY was issued, in order to ensure the payment of debts taken over by the Turkish Republic of Northern Cyprus.

Chart 4.5: GDBB Issuance and Repayments by Quarters

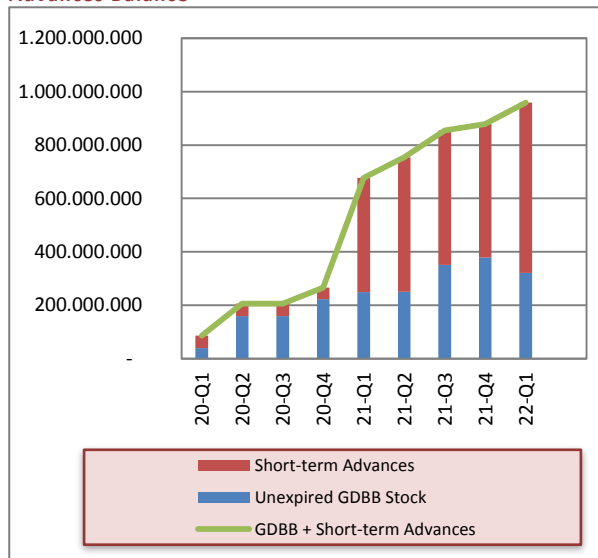


Source: Central Bank of TRNC

* Special category GDBB issued for Aksa are not included.

In the second quarter of 2022, no short-term advances were made available to the Ministry of Finance by the Central Bank in the year. As of the end of the second quarter of 2022, GDBB stock is 364.6 million TRY, and short-term advances balance is 638.1 million TRY. As of the second quarter of 2022, the total domestic debt stock formed through GDBB and short-term advances is 1,002.7 million TRY.

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



Source: Central Bank of TRNC

* Special category GDBB issued for Aksa are not included.

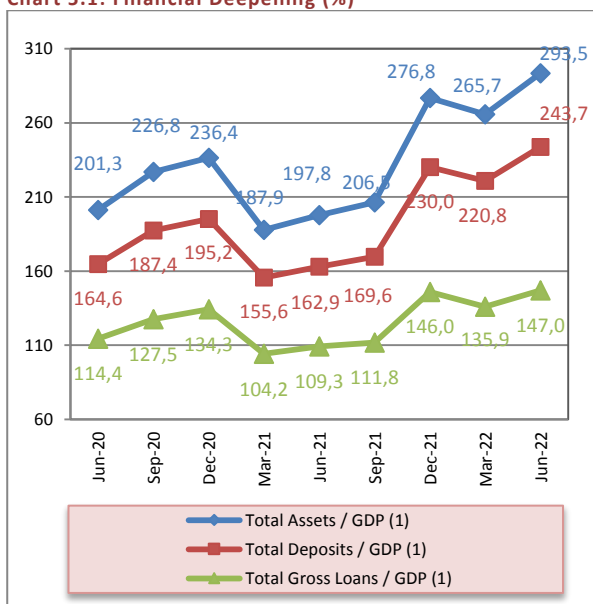
5 MONETARY AND FINANCIAL DEVELOPMENTS

5.1 OVERVIEW OF THE BANKING SECTOR

5.1.1 FINANCIAL DEEPENING

Financial deepening figures for the second quarter of 2022 have increased, compared to the previous quarter. Total gross loans to GDP ratio increased from 135.9 percent to 147 percent, total assets to GDP ratio from 265.7 percent to 293.5 percent and total deposits to GDP ratio from 220.8 percent to 243.7 percent.

Chart 5.1: Financial Deepening (%)



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

Note: (1) SPO's 2021 - 2022 GDP target figures have been used.

5.1.2 PERFORMANCE RATIOS OF THE BANKING SECTOR

In the banking sector, the share of cash and cash equivalents in total assets has increased from 30.62 to 31.18 percent in the second quarter of 2022, compared to the previous quarter. This rate was 28.63 percent in the same period of the previous year.

CASR (Capital Adequacy Standard Ratio), which was 17.5 percent at the end of March 2022, has increased by 0.17 points to 17.67 percent in the second quarter of 2022.

The share of NPL in gross loans declined from 3.72 to 3.69 percent at the end of June 2022, compared to the previous quarter.

Gross loans to deposits ratio decreased by 1.24 percentage points to 60.32 percent in the second quarter of 2022, compared to the previous period.

The share of gross loans in total assets, which was 55.25 percent in June 2021, has declined to 50.07 percent in June 2022. It has decreased by 1.07 points, compared to the previous quarter.

Gross loans increased by 8.14 percent in the second quarter of 2022, compared to the previous quarter. Gross loans increased by 4.88 percent in the same period of the previous year.

Deposits increased by 10.86 percent in the first quarter of 2022, and then by 10.35 percent in the second quarter.

The financial leverage ratio, which was 11.89 at the end of March 2022, reached 11.8 in the second quarter of 2022.

Table 5.1: Performance Ratios

	2021			2022	
	Jun.	Sept.	Dec.	Mar.	Jun.
Cash and Cash Equivalents / Total Assets (%)	28.63	29.14	30.4	30.62	31.18
CASR (%)	16.31	17.05	16.66	17.50	17.67
NPL / Gross Loans (%)	4.81	4.79	3.77	3.72	3.69
Gross Loans / Total Deposits (%)	67.08	65.88	63.47	61.56	60.32
Gross Loans / Total Assets (%)	55.25	54.13	52.74	51.14	50.07
Quarterly Growth Rate on Gross Loans (%)	4.88	2.29	30.65	7.51	8.14
Quarterly Growth Rate on Gross Loans (%)	4.66	4.15	35.6	10.86	10.35
Financial Leverage ¹	10.14	9.78	12.18	11.89	11.80

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 second quarter of 2022 is 55.01 percent, and the share of the top ten banks is 80.64 percent.

In terms of the size of gross loans in the same period, share of the first five banks in the sector is 57.05 percent and the share of the top ten banks is 84.16 percent.

In terms of deposit size, the share of the five largest banks in total deposits is 56.61 percent and the share of the top ten banks is 82.6 percent.

Lastly, in terms of the size of the debts to the banks item, share of the first five banks in the sector is 78.66 percent and the share of the top ten banks is 96.85 percent.

In terms of the size of shareholders' equity in the relevant period, share of the first five banks in total shareholders' equity is 57.23 percent, while the share of the top ten banks is 84.75 percent.

Table 5.2: Concentration in the Banking Sector (%)

Shares of the First Five Banks in the Sector	2021			2022	
	June	September	December	March	June
Assets	53.91	54.71	54.58	54.56	55.01
Gross Loans	56.16	56.67	57.31	57.45	57.05
Deposits	56.20	56.11	56.09	56.49	56.61
Debts to Banks	74.92	70.58	69.98	76.03	78.66
Shareholders' Equity	54.81	55.69	55.98	56.08	57.23
Shares of the First Ten Banks in the Sector					
Assets	80.57	80.99	81.45	81.06	80.64
Gross Loans	83.09	83.55	84.07	84.07	84.16
Deposits	82.52	82.81	83.13	82.92	82.60
Debts to Banks	95.22	91.83	92.72	94.81	96.85
Shareholders' Equity	82.17	82.27	82.81	83.82	84.75

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 June 2022. Among the 21 banks in the

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

Table 5.3: Number of Banks

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

Source: Central Bank of TRNC

The number of bank branches in the sector is 216 in the second quarter of 2022. When the distribution of branch numbers based bank groups is examined, it is

seen that 67.6 of the total number of branches are private banks, 17.6 are branch banks and 14.8 are public banks.

Table 5.4: Number of Branches and Personnel

Number of Branches									
	Jun. 20	Sept. 20	Dec. 20	Mar. 21	Jun. 21	Sept. 21	Dec. 21	Mar. 22	Jun. 22
Public Banks	32	32	32	32	32	32	32	32	32
Private Banks	152	152	150	144	144	145	146	146	146
Branch Banks	39	39	39	39	39	38	37	37	38
Total	223	223	221	215	215	215	215	215	216
Number of Personnel									
	Jun. 20	Sept. 20	Dec. 20	Mar. 21	Jun. 21	Sept. 21	Dec. 21	Mar. 22	Jun. 22
Public Banks	508	514	511	508	509	509	502	496	494
Private Banks	2,090	2,081	2,071	2,057	2,067	2,072	2,061	2,056	2,051
Branch Banks	537	538	536	531	528	528	536	549	578
Total	3,135	3,133	3,118	3,096	3,104	3,109	3,099	3,101	3,123

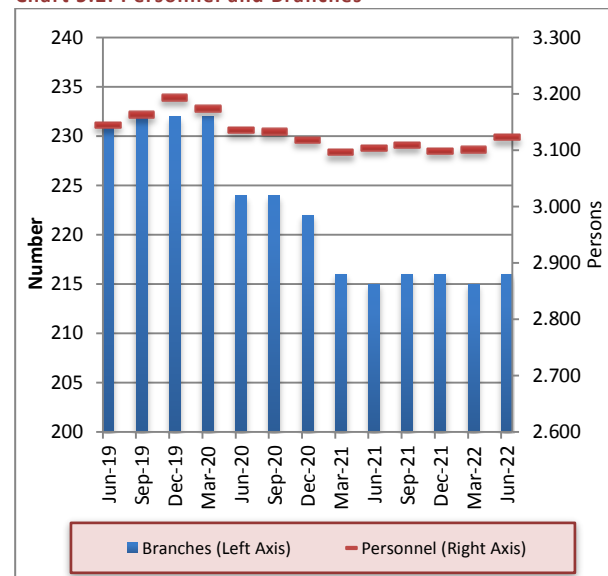
Source: Central Bank of TRNC

The number of personnel employed in the sector increased by 22 persons and reached from 3,101 to 3,123 during March - June 2022 period. 494 of these personnel are working in public banks, 2,051 in private banks and 578 in branch banks. In this period, the number of personnel employed in private banks decreased from 2,056 to 2,051, and the number of personnel in public banks from 496 to 494, while the number of personnel in branch banks increased from 549 to 578.

During June 2021 - June 2022 period, the number of personnel working in the banking sector increased by 19 persons to reach 3,104 to 3,123 persons. In the mentioned period, analysing the change in the number of personnel based on bank groups, there was a decrease of 16 persons employed in private banks and 15 person in public banks, while there was an increase of 50 persons in branch banks.

In the second quarter of 2022, it is observed that 16 percent of the personnel working in the sector belongs to the public banks, 65.67 percent belongs to the private banks and 18.5 percent belongs to the branch banks.

Chart 5.2: Personnel and Branches



Source: Central Bank of TRNC

As of the second quarter of 2022, the number of ATMs has been 552. Analysing the distribution of ATMs by bank groups, branch banks rank first with 261 ATMs. Branch banks are followed by private banks with 233 ATMs and public banks with 58 ATMs. During June 2021 - June 2022 period, number of ATMs increased from 520 to 552.

Table 5.5: ATMs

	Jun. 21	Sept. 21	Dec. 21	Mar. 22	Jun. 22
Public Banks	57	57	57	58	58
Private Banks	229	234	235	234	233
Branch Banks	234	253	261	262	261
Total	520	544	553	554	552

Source: Central Bank of TRNC

5.2 BANKING SECTOR CONSOLIDATED BALANCE SHEET

Total assets of the banking sector, which was 88,305.7 million TRY at the end of March 2022, have increased by 10.44 percent at the end of June 2022 and reached 97,526.7 million TRY. In the aforementioned period, cash and cash equivalents increased by 12.46 percent, securities portfolio by 16.43 percent, gross loans by 8.14 percent and other assets by 10.35 percent.

Total assets of the sector increased by 71.42 percent in June 2021 - June 2022 period. In the same period, cash and cash equivalents increased by 86.64, gross loans by 55.37 percent, and securities portfolio by 123.15 percent. In the same period, deposits increased by 72.78 percent and shareholders' equity by 49.14 percent.

Deposits, which is the most important funding source of the sector increased by 10.35 percent and shareholders' equity increased by 11.19 percent in March - June 2022 period.

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

	2021			2022		Percentage Change	
	June	September	December	March	June	03/2022 - 06/2022	06/2021 - 06/2022
Cash and Cash Equivalents	16,290.4	17,307.8	24,213.2	27,036.1	30,404.8	12.46	86.64
SP	4,385.5	4,631.1	6,838.7	8,405.2	9,786.2	16.43	123.15
Total Gross Loans	31,432.4	32,151.5	42,006.0	45,161.9	48,836.3	8.14	55.37
Other Assets	4,784.0	5,309.2	6,585.1	7,702.5	8,499.4	10.35	77.66
Total Assets/Liabilities	56,892.3	59,399.6	79,643.0	88,305.7	97,526.7	10.44	71.42
Deposits	46,859.3	48,804.6	66,179.1	73,368.1	80,962.9	10.35	72.78
Debts to Banks	2,894.9	2,785.5	4,253.6	4,217.5	4,652.3	10.31	60.71
Other Liabilities	2,030.1	2,298.3	3,169.4	3,868.8	4,293.6	10.98	111.50
Shareholders' Equity	5,108.0	5,511.2	6,040.9	6,851.3	7,617.9	11.19	49.14

Source: Central Bank of TRNC

5.2.1 ASSETS AND LIABILITIES STRUCTURE

In the second quarter of 2022, the largest share in the sector's total assets is gross loans with 50.07 percent. Gross loans are followed by cash and cash equivalents with a share of 31.18 percent, securities portfolio with a share of 10.03 percent and other assets with 8.72 percent.

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

As of June 2022, 83.02 percent of the total liabilities is deposits, 7.81 percent is shareholders' equity, 4.77 percent is debts to banks and 4.4 percent is other liabilities.

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

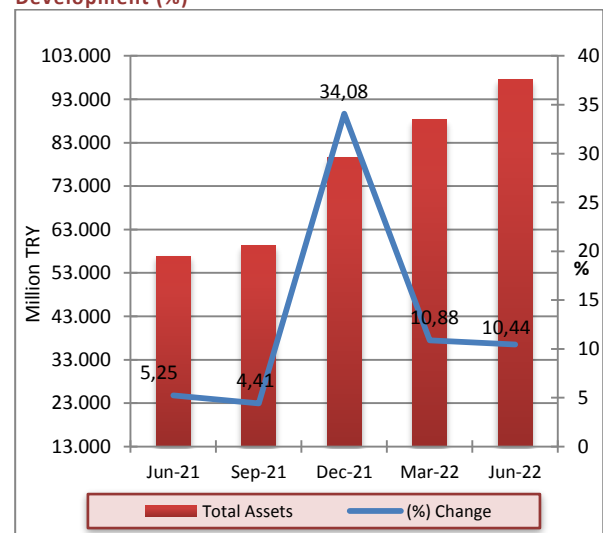
Table 5.7: Structural Percentage Distribution of Banking Sector Assets / Liabilities (%)

Assets	2021			2022	
	June	September	December	March	June
Cash and Cash Equivalents	28.63	29.14	30.40	30.62	31.18
SP	7.71	7.80	8.59	9.52	10.03
Total Gross Loans	55.25	54.13	52.74	51.14	50.07
Other Assets	8.41	8.94	8.27	8.72	8.72
Total	100.00	100.00	100.00	100.00	100.00
Liabilities					
Total Deposits	82.36	82.16	83.09	83.08	83.02
Debts to Banks	5.09	4.69	5.34	4.78	4.77
Other Liabilities	3.57	3.87	3.98	4.38	4.40
Shareholders' Equity	8.98	9.28	7.58	7.76	7.81
Total	100.00	100.00	100.00	100.00	100.00

Source: Central Bank of TRNC

Quarter-on-quarter increase of the banking sector's total assets has been 10.44 percent in June 2022, and 5.25 percent in the same period of 2021. In the period of June 2021 - June 2022, there was an increase of 40,634.4 million TRY in the total assets of the banking sector.

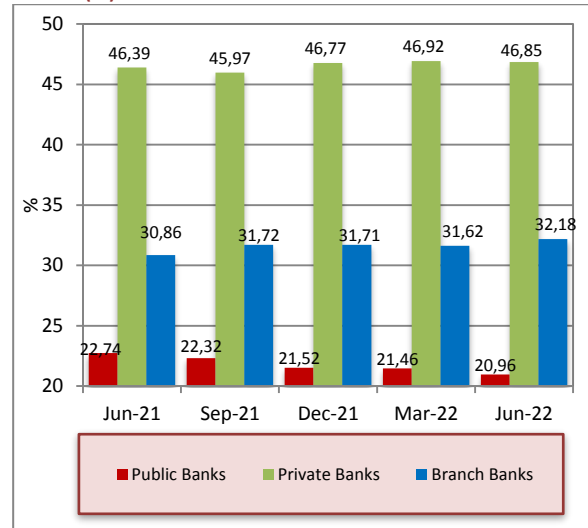
Chart 5.3: Assets of the Banking Sector and Quarterly Development (%)



Source: Central Bank of TRNC

In the second quarter of 2022, sector’s total assets decreased from 46.92 to 46.85 percent in the private banks group, from 21.46 to 20.96 in the public banks group, while the same item increased from 31.62 to 32.18 percent in the branch banks group. In June 2021 - June 2022 period, there was a downsizing in the group of public banks and a 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 second quarter of 2022, public banks’ total assets increased by 7.89 percent, private banks’ total assets by 10.28 percent and branch banks’ total assets by 12.41 percent, compared to the previous quarter. Total assets

increased by 58.02 percent in public banks, by 73.12 percent in private banks and by 78.74 percent in branch banks, compared to the same period of the previous year.

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

	2021			2022		Percentage Change	
	June	September	December	March	June	03/2022-06/2022	06/2021-06/2022
Public Banks	12,937.6	13,256.1	17,140.0	18,949.6	20,444.4	7.89	58.02
Private Banks	26,395.1	27,304.2	37,248.9	41,434.2	45,695.6	10.28	73.12
Branch Banks	17,559.6	18,839.3	25,254.1	27,921.9	31,386.7	12.41	78.74
Total	56,892.3	59,399.6	79,643.0	88,305.7	97,526.7	10.44	71.42

Source: Central Bank of TRNC

Analysing the TRY and FX distribution of gross loans as of June 2022, the share of TRY loans decreased from 36.47 to 36.37 percent compared to the previous quarter, while the share of FX loans increased from 63.53 to 63.63 percent. The share of TRY deposits

decreased from 22.14 percent to 20.32 percent as of June 2022, while the share of FX deposits increased from 77.86 percent to 79.68 percent, compared to the previous quarter.

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

	2021						2022			
	June		September		December		March		June	
	TRY	FX	TRY	FX	TRY	FX	TRY	FX	TRY	FX
Loans	44.41	55.59	44.78	55.22	37.68	62.32	36.47	63.53	36.37	63.63
Deposits	32.58	67.42	32.31	67.69	23.13	76.87	22.14	77.86	20.32	79.68

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 12.46 percent in the second quarter of 2022 and reached from 27,036.1 million TRY to 30,404.8 million TRY, compared to the previous quarter.

In this period, an increase of 171.8 million TRY in the cash values item, 194.7 million TRY in the receivables from the Central Bank item, 1,517.3 million TRY in the

receivables from the IMM (Interbank Money Market) transactions item, and 1,484.9 million TRY in the receivables from the banks item has been recorded.

Cash and cash equivalents amounting to 16,290.4 million TRY at the end of June 2021 increased to 30,404.8 million TRY by the end of June 2022. In the period, cash assets increased by 464.2 million TRY, receivables from the Central Bank by 4,374.3 million TRY, receivables from IMM transactions by 6,134.4 million TRY and receivables from banks by 3,141.5 million TRY.

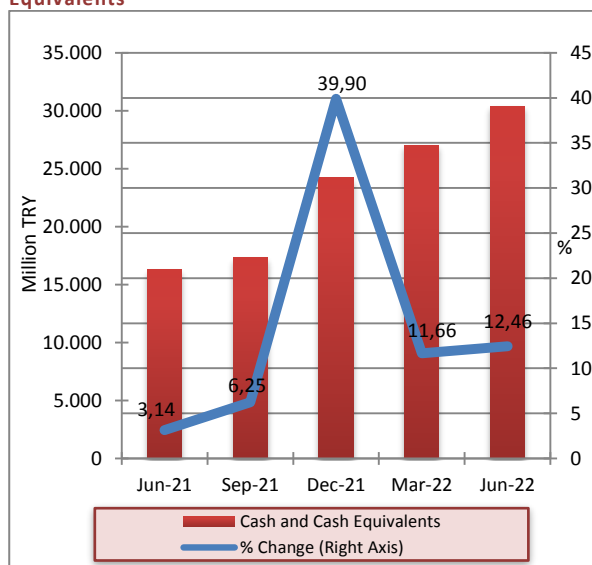
Table 5.10: Development of the Cash and Cash Equivalents (Million TRY)

	2021			2022		Percentage Change 03/2022 - 06/2022
	June	September	December	March	June	
Cash Assets	486.8	532.2	709.4	779.2	951.0	22.05
Receivables from the Central Bank	5,734.2	6,217.8	9,185.3	9,913.8	10,108.5	1.96
Receivables from IMM Transactions	4,277.4	4,380.7	7,153.0	8,894.5	10,411.8	17.06
Receivables from Banks	5,792.0	6,177.1	7,165.5	7,448.6	8,933.5	19.94
Total	16,290.4	17,307.8	24,213.2	27,036.1	30,404.8	12.46

Source: Central Bank of TRNC

Cash and cash equivalents increased by 12.46 percent in the second quarter of 2022, compared to the previous quarter. In the period of June 2021 - June 2022, there was an increase of 14,114.4 million TRY in the cash and cash equivalents.

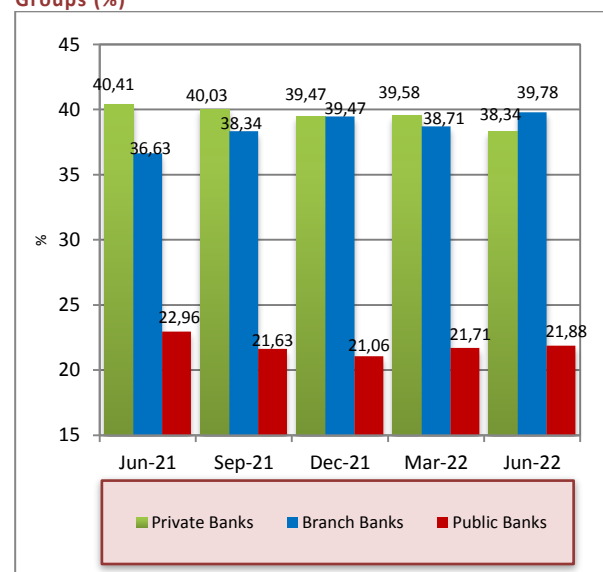
Chart 5.5: Quarterly Percentage Change of Cash and Cash Equivalents



Source: Central Bank of TRNC

In the second quarter of 2022, the share of bank groups in cash and cash equivalents decreased compared to the previous quarter, while an increase was observed in the public banks and branch banks groups. In June 2021 - June 2022 period, there has been a downsizing in the group of private banks and public banks, while there has been an increase in the group of branch banks.

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



Source: Central Bank of TRNC

5.2.3 LOANS

Business loans, which amounted to 35,361.6 million TRY as of June 2022, are in the first rank as in the previous periods. They are followed by consumer loans with a total of 8,175 million TRY.

During the period from June 2021 to June 2022, business loans increased from 20,909 million TRY to 35,361.6 million TRY and consumer loans increased from 6,757.2 million TRY to 8,175 million TRY.

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

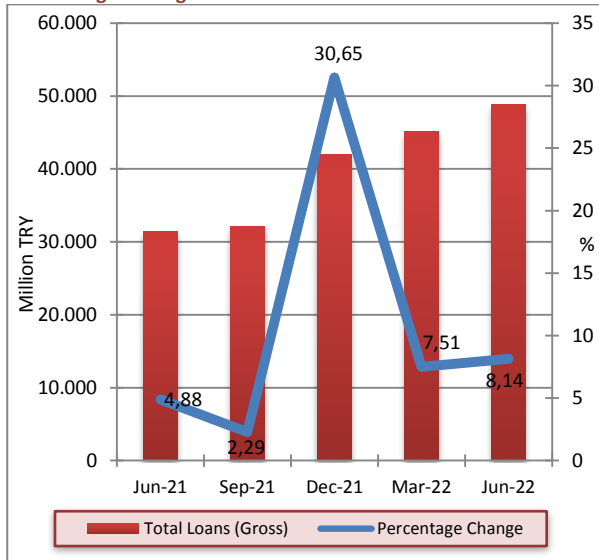
	2021			2022	
	June	September	December	March	June
Business Loans	20,909.0	21,525.5	30,433.5	32,764.9	35,361.6
Consumer Loans	6,757.2	6,651.0	7,472.4	7,727.5	8,175.0
Credit Cards	837.6	909.4	1,004.6	1,049.3	1,320.1
Discount Loans	335.1	382.0	564.5	673.2	796.0
Other Investment Loans	221.9	214.9	293.7	312.5	275.3
Import Loans	5.7	5.7	0.7	0.8	0.9
Loans of Funds Originated	28.4	28.9	38.9	45.0	50.3
Directed Loans	98.8	92.7	95.2	109.1	102.9
Export Loans	0.0	0.0	0.0	0.0	0.0
Loans Extended by Central Bank of the TRNC	0.0	3.0	4.5	5.0	0.0
Loans Extended Through Central Bank of the TRNC	0.0	0.0	0.0	0.0	0.0
Loans to Purchase Security on Behalf of Customers	0.0	0.0	0.0	0.0	0.1
Export Guaranteed Investment Loans	86.2	87.8	130.4	145.3	297.4
Other Loans	639.3	711.2	382.4	647.2	655.5
Total Loans	29,919.2	30,612.1	40,420.8	43,479.8	47,035.1

Source: Central Bank of TRNC

Note: Non-performing loans are not included.

Gross loans increased by 8.14 percent in the second quarter of 2022, compared to the previous quarter. In the period of June 2021 - June 2022, there was an increase of 17,403.9 million TRY in the gross loans.

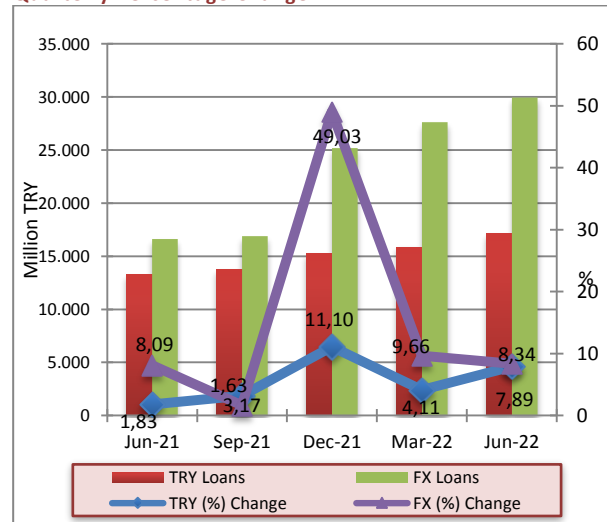
Chart 5.7: Development of Gross Loans and Quarterly Percentage Change



Source: Central Bank of TRNC

In the second quarter of 2022, 17,107.3 million TRY of the loans are in TRY currency and 29,927.8 million TRY are in foreign currency. In the period, there has been an increase of 7.89 percent in TRY loans and 8.34 percent in FX loans, compared to the previous quarter.

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

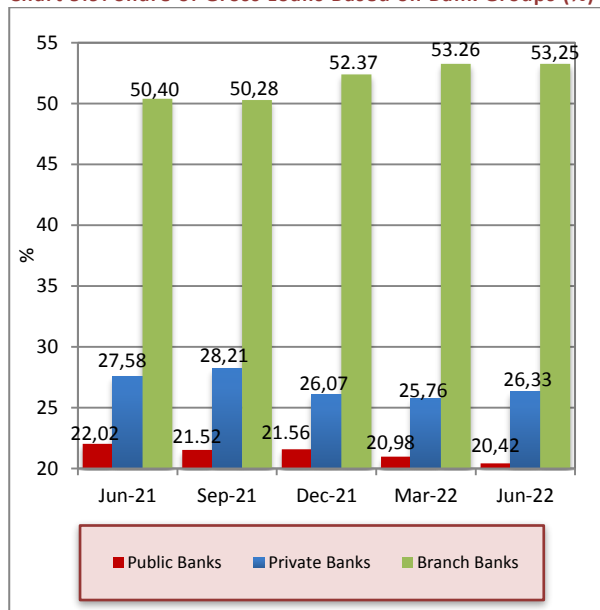


Source: Central Bank of TRNC

Note: Non-performing loans are not included.

Analysing the shares of gross loans by bank groups, the share of public banks decreased from 20.98 to 20.42 percent, the share of private banks from 53.26 to 53.25 percent, while the share of branch banks increased from 25.76 to 26.33 percent in the second quarter of 2022, compared to the previous quarter. During June 2021 - June 2022 period, the share of private banks in total loans increased, while the share of public banks and branch banks decreased.

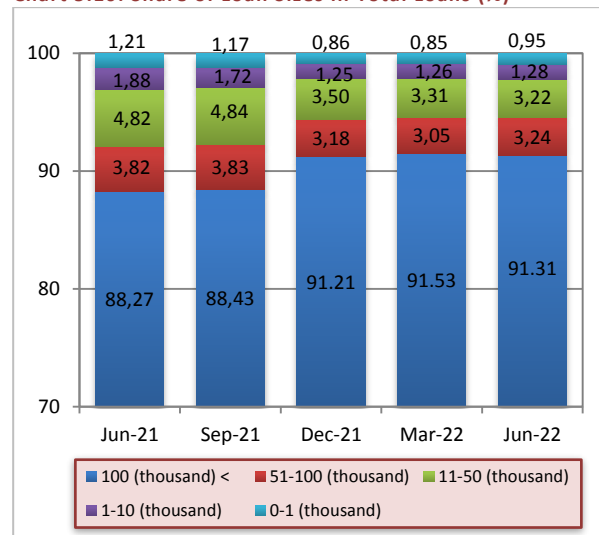
Chart 5.9: Share of Gross Loans Based on Bank Groups (%)



Source: Central Bank of TRNC

By the end of the second quarter of 2022, the share of loans over 100 thousand TRY in total loans has been 91.31 percent. In this period, 51-100 thousand TRY loans take the second place in loan sizes with a share of 3.24 percent. Loans amounting to 11-50 thousand TRY and 1-10 thousand TRY constitute 3.22 and 1.28 percent of the total loans, respectively. The lowest loan use in the sector was in loans up to 1 thousand TRY with a share of 9.5 per mille.

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

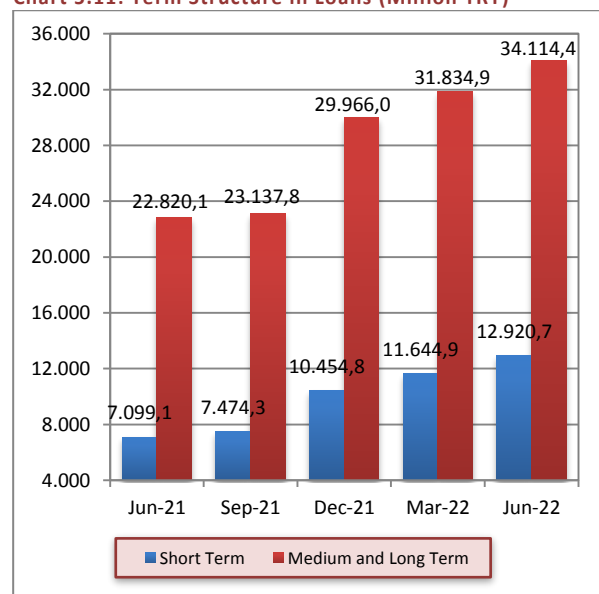


Source: Central Bank of TRNC

Note: Non-performing loans are not included.

In the second quarter of 2022, short-term loans increased from 11,644.9 million TRY to 12,920.7 million TRY, and medium and long-term loans increased from 31,834.9 million TRY to 34,114.4 million TRY. In the June 2021 - June 2022 period, short-term loans increased by 82 percent and medium and long-term loans increased by 49.49 percent.

Chart 5.11: Term Structure in Loans (Million TRY)



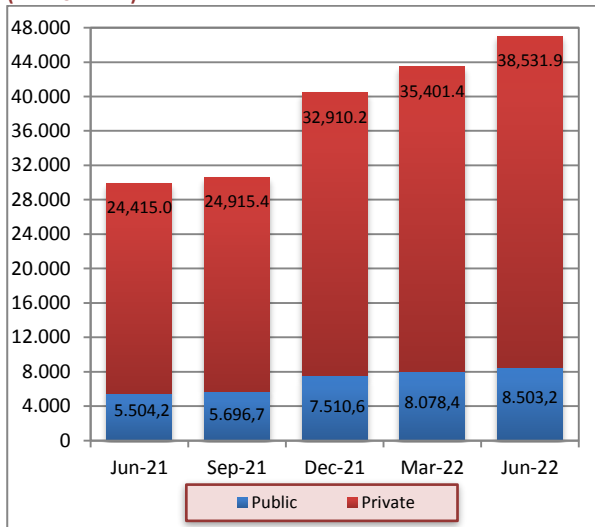
Source: Central Bank of TRNC

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

As of June 2022, 81.92 percent of the banking sector’s total loans has been extended to the private sector and 18.08 percent to the public sector. Compared to the previous quarter, loans used by the public sector increased from 8,078.4 million TRY to 8,503.2 million TRY and private sector loans increased from 35,401.4 million TRY to 38,531.9 million TRY.

In June 2021 - June 2022 period, the increase rate of the loans used by the public has been 54.49 percent and the loans used by the private sector has increased by 57.82 percent.

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

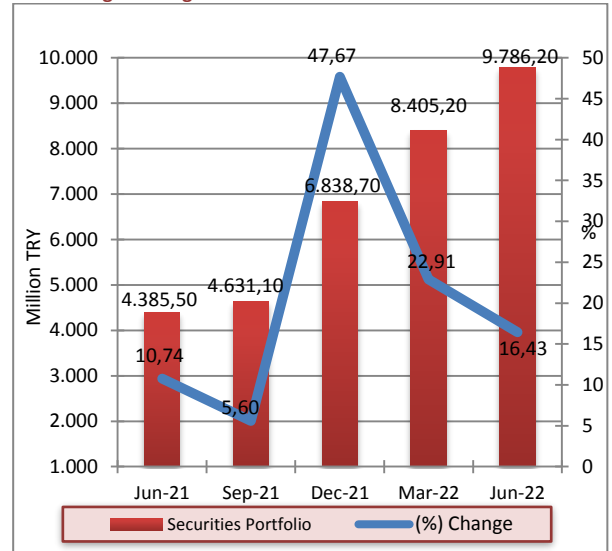


Source: Central Bank of TRNC

5.2.4 SECURITIES PORTFOLIO

Securities portfolio increased by 16.43 percent in June 2022, compared to the previous quarter. In the one-year period, there has been an increase of 5,400.7 million TRY in the securities portfolio item compared to June 2021.

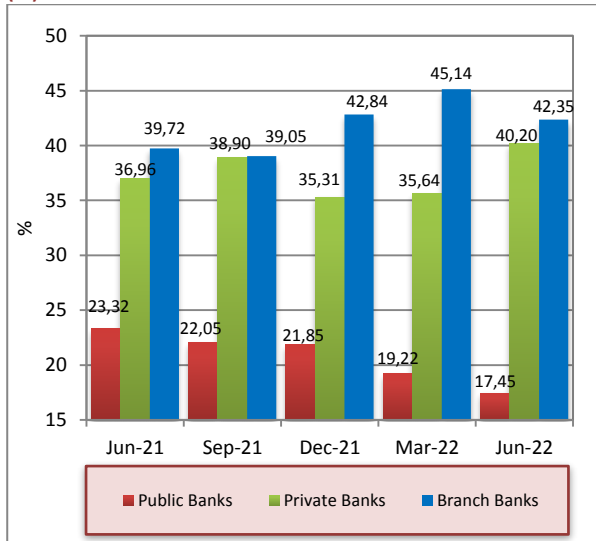
Chart 5.13: Securities Portfolio Totals and Quarterly Percentage Change



Source: Central Bank of TRNC

By the second quarter of 2022, the share of public banks in total SP decreased from 19.22 TO 17.45 percent and the share of branch banks from 45.14 percent to 42.35 percent, while the share of private banks increased from 35.64 percent to 40.2 percent, compared to the previous quarter. During June 2021 - June 2022 period, the share of public banks decreased, while the share of branch banks and 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 10.35 percent, in the second quarter of 2022. Deposits increased by 72.78 percent in one-year period and amounted to 80,962.9 million TRY at the end of June 2022.

As of the end of June 2022, it is observed that the largest share belongs to savings deposits with 57,828.7 million TRY as it was in the previous periods. This is followed by commercial deposits with 17,873.1 million TRY and official deposits with 3,850.7 million TRY. In June 2021 - June 2022 period, savings deposits increased by 70.18 percent, commercial deposits by 96.57 percent and official deposits by 31.97 percent.

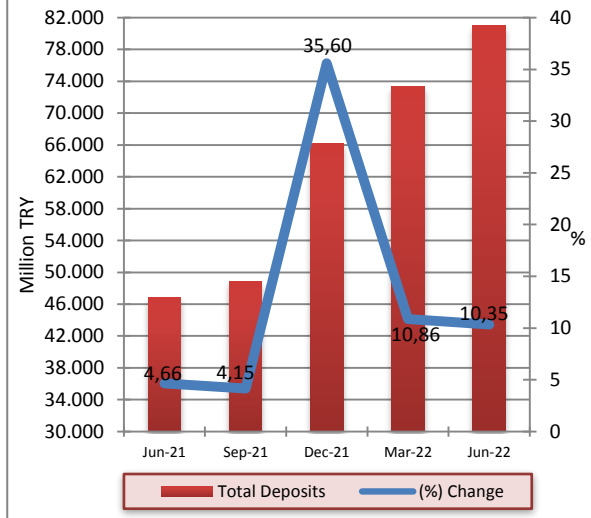
Table 5.12: Development of Deposits by Type (Million TRY)

	2021			2022		Percentage Change	
	June	September	December	March	June	03/2022 – 06/2022	06/2021 – 06/2022
Savings	33,980.6	34,919.8	47,406.0	52,713.4	57,828.7	9.70	70.18
Commercial	9,092.4	10,051.6	13,675.2	15,220.0	17,873.1	17.43	96.57
Official	2,917.8	2,821.0	3,797.4	4,124.3	3,850.7	-6.63	31.97
Other	868.5	1,012.2	1,300.5	1,310.4	1,410.4	7.63	62.39
Total Deposits	46,859.3	48,804.6	66,179.1	73,368.1	80,962.9	10.35	72.78
Debts to Banks	2,894.9	2,785.5	4,253.6	4,217.5	4,652.3	10.31	60.71
Total Deposits Including Debts to Banks	49,754.2	51,590.1	70,432.7	77,585.6	85,615.2	10.35	72.08

Source: Central Bank of TRNC

In 2022, total deposits increased by 10.35 percent in the second quarter, compared to the previous quarter. In the period of June 2021 - June 2022, there was an increase of 34,103.6 million TRY in the deposits.

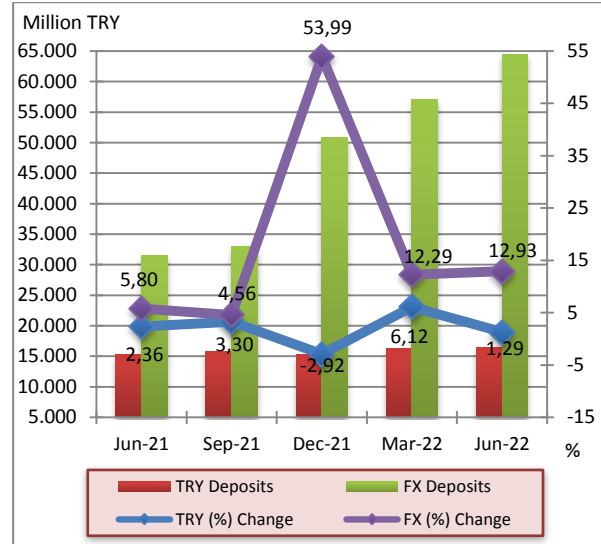
Chart 5.15: Deposits and Quarterly Percentage Change (%)



Source: Central Bank of TRNC

In the second quarter of 2022, it is observed that deposits amounted to 16,454 million TRY in Turkish Lira currency and 64,508.9 million TRY in foreign currency. In this period, TRY deposits increased by 1.29 percent and FX deposits increased by 12.93 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 June 2022, compared to the previous quarter, TRY deposits of public banks increased by 1.93 percent, FX deposits increased by 9.6 percent, private banks' TRY deposits increased by 7.8 percent, FX deposits increased by 10.76 percent, TRY deposits of branch banks decreased by 6.51 percent, while FX deposits increased by 19.6 percent.

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

	March 2022			June 2022			Percentage Change 03/2022 - 06/2022		
	TRY	FX	Total	TRY	FX	Total	TRY	FX	Total
Public Banks	5,032.5	10,944.5	15,977.0	5,129.4	11,995.2	17,124.6	1.93	9.60	7.18
Private Banks	5,880.6	30,734.6	36,615.2	6,339.5	34,042.5	40,382.0	7.80	10.76	10.29
Branch Banks	5,332.0	15,443.9	20,775.9	4,985.1	18,471.2	23,456.3	-6.51	19.60	12.90
Total Deposits	16,245.1	57,123.0	73,368.1	16,454.0	64,508.9	80,962.9	1.29	12.93	10.35

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 47.91 percent in June 2022. 1-month deposits are followed by demand deposits with a share of 23.13 percent, 3-month deposits with a share of 15.17 percent, 1-year deposits with a share of 10.26 percent and 6-month deposits with a share of 3.53 percent.

Comparing the maturity distribution of deposits to the previous quarter, there has been an increase of 2.83 points in demand deposits, 1.69 points in 1-month deposits, 0.42 points in 3-month deposits, 0.04 points in 6-month deposits, while a decrease of 0.67 points in 1-year deposits.

During June 2021 - June 2022 period, demand, 6-month and 1-year deposits increased by 6.28, 0.16 and 0.22 points respectively, while 1-month and 3-month deposits decreased by 3.65 and 3.01 points, respectively.

Table 5.14: Maturity Distribution of Deposits (%)

	2021			2022		Change (Points)	
	June	September	December	March	June	03/2022-06/2022	06/2021-06/2022
Demand	16.85	18.27	19.56	20.30	23.13	2.83	6.28
1-Month	51.56	51.43	49.67	49.60	47.91	-1.69	-3.65
3-Month	18.18	17.35	16.25	15.59	15.17	-0.42	-3.01
6-Month	3.37	3.04	3.02	3.57	3.53	-0.04	0.16
1-Year	10.04	9.91	11.49	10.93	10.26	-0.67	0.22
Total	100.00	100.00	100.00	100.00	100.00		

Source: Central Bank of TRNC

Analysing the distribution of deposits in the banking sector by their size, 0-5 thousand TRY increased from 329.3 million TRY to 333.5 million TRY, 5-10 thousand TRY deposits from 418.6 million TRY to 429.1 million TRY, 10-50 thousand TRY deposits from 2,982.9 to 3,039.2 million TRY, 50-100 thousand TRY deposits from 3,339.2 million TRY to 3,364.5 million TRY, and

deposits over 100 thousand TRY from 66,298.1 million TRY to 73,796.6 million TRY as of the end of June 2022, compared to the previous quarter. In the second quarter of 2022, the share of deposits over 100 thousand TRY has been 91.15 percent, and deposits of 50-100 thousand TRY has had a share of 4.16 percent.

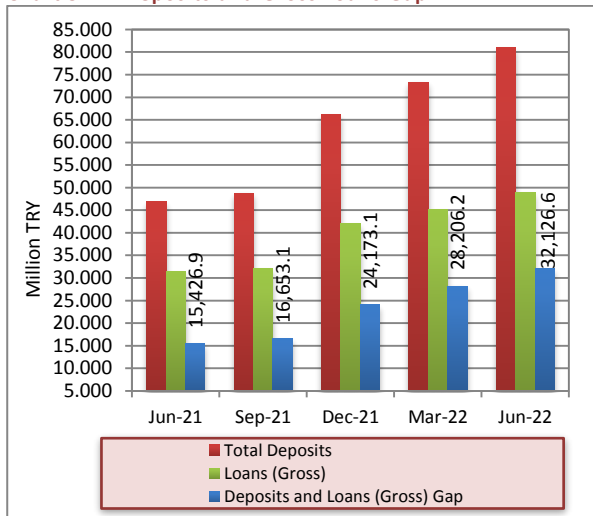
Table 5.15: Distribution of Deposits by Size (Volume - Million TRY, Number - Number of Accounts)

	2021						2022			
	June		September		December		March		June	
	Volume	Number	Volume	Number	Volume	Number	Volume	Number	Volume	Number
0-5 thousand TRY	342.0	592,058	341.8	589,288	359.9	607,095	329.3	780,855	333.5	781,424
5-10 thousand TRY	387.4	53,384	391.5	53,653	395.3	54,584	418.6	57,028	429.1	58,552
10-50 thousand TRY	2,772.7	115,723	2,795.9	116,389	2,759.0	114,294	2,982.9	122,911	3,039.2	125,674
50-100 thousand TRY	3,248.1	45,614	3,291.7	45,968	3,219.0	45,113	3,339.2	46,535	3,364.5	47,249
Over 100 thousand TRY	40,109.1	105,268	41,983.7	107,837	59,445.9	120,919	66,298.1	128,196	73,796.6	135,985
Total Deposits	46,859.3	912,047	48,804.6	913,135	66,179.1	942,005	73,368.1	1,135,525	80,962.9	1,148,884

Source: Central Bank of TRNC

The difference between total deposits and gross loans, which was 28,206.2 million TRY at the end of March 2022, has increased by 3,920.4 million TRY and rose to 32,126.6 million TRY by the end of June 2022.

Chart 5.17: Deposits and Gross Loans Gap

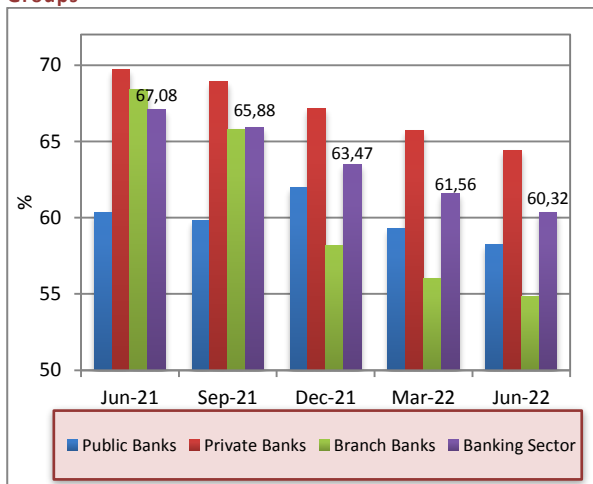


Source: Central Bank of TRNC

Gross loans to total deposits ratio, which is one of the indicators of the banking sector's depth and intermediary function, was 61.56 percent at the end of March 2022 and it decreased to 60.32 percent at the end of June 2022. Gross loans to total deposits ratio decreased by 6.76 points in one-year period.

Examining loans to deposits ratio at the end of June 2022 on the basis of bank groups, private banks rank first with 64.4 percent. Private banks are followed by public banks with a rate of 58.24 percent. Branch banks have a conversion rate of 54.81 percent.

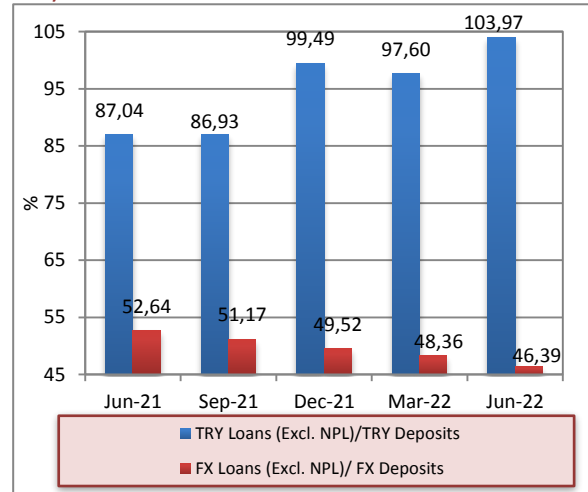
Chart 5.18: Deposits to Loans (Gross) Ratio Based on Bank Groups



Source: Central Bank of TRNC

TRY deposits to TRY loans ratio (excluding NPL) increased from 97.6 to 103.97 percent as of June 2022 compared to the previous quarter, while FX deposits to FX loans ratio (excluding NPL) decreased from 48.36 to 46.39 percent. TRY and FX deposits to loans ratio was 87.04 percent and 52.64 percent, respectively, in June 2021. Accordingly, while TRY deposits to TRY loans ratio has increased in the last year, FX deposits to FX loans ratio has decreased.

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



Source: Central Bank of TRNC

5.2.6 SHAREHOLDERS' EQUITY

Shareholders' equity, which is of great importance in terms of stability and healthy development of the sector, increased by 11.19 percent, compared to the previous quarter and reached 7,617.9 million TRY at the end of the second quarter of 2022.

It increased by 49.14 percent in June 2021 - June 2022 period. In the one-year period, the paid-in capital of the sector increased by 513.2 million TRY and reserve requirements increased by 1,872.1 million TRY.

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

	2021			2022	
	June	September	December	March	June
Paid-in Capital	1,506.1	1,515.8	1,542.4	1,989.1	2,019.3
Legal Reserves	1,842.6	1,846.6	2,672.2	3,246.3	3,714.7
Fixed Asset Revaluation Fund	10.4	10.4	11.5	11.5	11.5
Securities Value Increment Fund	262.5	261.6	378.5	479.8	498.4
Period Profit (Loss)	639.7	1,038.7	1,436.3	532.9	1,311.7
Accumulated Profit (Loss)	846.7	838.1	0.0	591.7	62.3
Total	5,108.0	5,511.2	6,040.9	6,851.3	7,617.9

Source: Central Bank of TRNC

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

5.3 MONEY SUPPLY

Money supply classified as narrow money, M1, increased by 20.59 percent at the end of June 2022 compared to March 2022 and rose from 19,690 million TRY to 23,744.8 million TRY. M1 increased by 110.93 percent in one-year period.

Money supply qualified as M2, which amounted to 74,294.7 million TRY at the end of March 2022, increased by 10.94 percent in the second quarter of 2022 and reached 82,420.8 million TRY. M2 increased by 72.94 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 10.27 percent in the second quarter of 2022 compared to the previous quarter and rose from 78,553.5 million TRY to 86,621.6 million TRY. The increase rate of M3 is 71.05 percent, compared to the same period of the previous year.

Table 5.17: Money Supply (Million TRY)

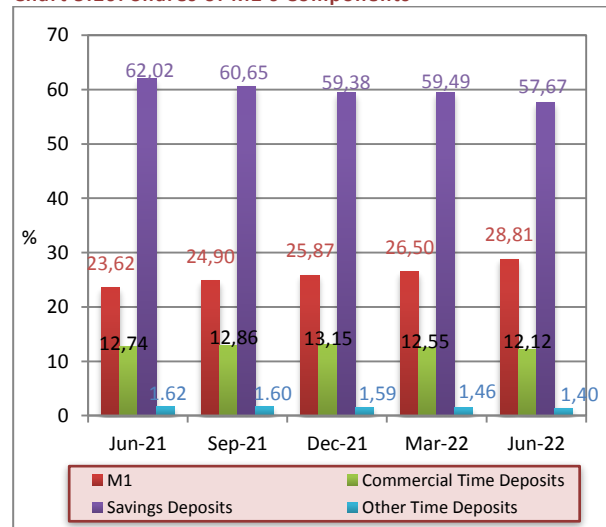
Years	Period	M1	Annual Percentage Change	M2	Annual Percentage Change	M3	Annual Percentage Change
2018	II	5,342.4	36.75	24,489.5	31.17	26,341.2	31.27
	III	6,244.7	51.34	28,565.7	43.93	30,698.9	44.53
	IV	5,726.7	30.05	26,846.9	26.75	28,868.4	26.67
2019	I	6,297.8	30.49	29,051.7	27.17	31,226.9	27.50
	II	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
2020	IV	7,386.0	28.97	33,164.4	23.53	35,890.4	24.32
	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
2021	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
	I	10,491.4	33.27	45,118.5	30.27	48,624.9	29.28
2022	II	11,257.1	31.98	47,658.2	32.98	50,639.9	32.24
	III	12,381.7	27.32	49,727.0	22.23	52,622.7	20.18
	IV	17,349.1	72.16	67,053.5	60.25	71,395.9	57.61
2022	I	19,690.0	87.68	74,294.7	64.67	78,553.5	61.55
	II	23,744.8	110.93	82,420.8	72.94	86,621.6	71.05

Source: Central Bank of TRNC

As in previous periods, the largest share in M2 is 57.67 percent with the savings deposits as of June 2022. This is followed by M1 with a share of 28.81 percent, commercial time deposits with 12.12 percent and other time deposits with a ratio of 1.4 percent.

Savings time deposits, which constitute the largest share of the structure of M2, decreased by 4.35 points from 62.02 to 57.67 percent in June 2021 - June 2022 period. In the mentioned period, M1, one of the other subcomponents of M2, increased from 23.62 percent to 28.81 percent, while other time deposits fell from 1.62 percent to 1.4 percent and commercial time deposits from 12.74 percent to 12.12 percent.

Chart 5.20: Shares of M2's Components



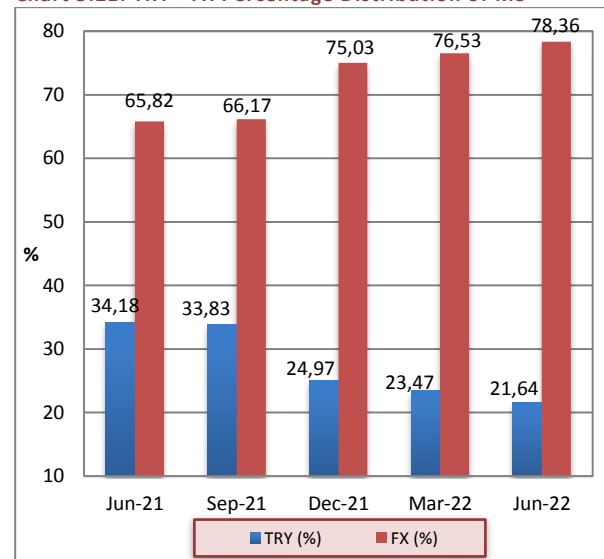
Source: Central Bank of TRNC

Analysing the TRY-FX percentage distribution of M3 as of June 2022, it is observed that the share of TRY deposits in M3 is 21.64 percent and the share of FX deposits is 78.36 percent. These shares were 34.18 percent in TRY and 65.82 percent in FX at the end of June 2021.

5.4 OVERVIEW OF INTERBANK MONEY MARKET

As of the second quarter of 2022, there have been 892 transactions in TRY, 731 transactions in USD, 309 transactions in EUR and 547 transactions in GBP currency. In this period, transactions of 78,577 million TRY in Turkish Lira currency, 10,073 million USD, 7,660 million EUR and 10,454 million GBP in foreign currency were made.

Chart 5.21: TRY - FX Percentage Distribution of M3



Source: Central Bank of TRNC

Table 5.18: Transaction Volume (x 1.000) and Amount

	TRY		\$		€		£	
	Number	Volume	Number	Volume	Number	Volume	Number	Volume
2021- Q2	769	58,101,100	623	3,694,425	280	6,168,850	525	8,923,100
2021- Q3	828	60,450,950	687	4,167,750	271	5,259,700	521	7,381,725
2021- Q4	867	82,604,250	701	4,801,125	337	6,051,325	610	9,057,650
2022- Q1	1,040	101,732,950	783	6,819,825	315	6,825,750	622	9,380,000
2022- Q2	892	78,577,350	731	10,072,600	309	7,660,200	547	10,454,200

Source: Central Bank of TRNC

Looking at the volume distributions of overnight transactions made in the second quarter of 2022, it is observed that the shares are 99.35 percent in TRY, 99.99 percent in USD, and 100 percent in EUR and GBP. In the same period, the share one-week transactions

was 4.6 per mille in TRY, the share of two-week transactions were 8 per ten thousand in TRY and the share of one-month transactions was 1.1 per mille in TRY.

Table 5.19: Transaction Volume (x 1.000)

	TRY		\$		€		£	
	Volume	Share (%)	Volume	Share (%)	Volume	Share (%)	Volume	Share (%)
2021 Q2	58,101,100		3,694,425		6,168,850		8,923,100	
ON	58,083,100	99.97	3,689,925	99.88	6,168,850	100.00	8,923,100	100.00
1W	6,000	0.01						
2W								
3W								
1M	12,000	0.02	3,500	0.09				
3M			1,000	0.03				
2021 Q3	60,450,950		4,167,750		5,259,700		7,381,725	
ON	60,343,950	99.82	4,166,450	99.97	5,259,700	100.00	7,381,725	100.00
1W	10,000	0.02						
2W								
3W								
1M	97,000	0.16	300	0.01				
3M			1,000	0.02				
2021 Q4	82,604,250		4,801,125		6,051,325		9,057,650	
ON	82,325,250	99.66	4,797,125	99.92	6,051,325	100.00	9,057,650	100.00
1W	176,000	0.21	2,000	0.04				
2W								
3W								
1M	103,000	0.12	2,000	0.04				
3M								
2022 Q1	101,732,950		6,819,825		6,825,750		9,380,000	
ON	101,095,750	99.37	6,819,825	100.00	6,825,750	100.00	9,380,000	100.00
1W	371,200	0.36						
2W								
3W								
1M	263,000	0.26						
3M	3,000							
2022 Q2	78,577,350		10,072,600		7,660,200		10,454,200	
ON	78,066,750	99.35	10,071,600	99.99	7,660,200	100.00	10,454,200	100.00
1W	362,600	0.46						
2W	66,000	0.08						
3W								
1M	82,000	0.11						
3M			1,000	0.01				

Source: Central Bank of TRNC

Note: ON: Overnight

W: Week

M: Month

Average interest rates for overnight transactions made in the second quarter of 2022 have been 13.33 percent in TRY, 0.61 percent in USD, 0.28 percent in EUR, and 0.39 percent in GBP. Average interest rate for 1-week transactions has been 16.01 percent in TRY, the interest

rate for two-week transactions has been 15.67 percent in TRY, the interest rate for 1-month transactions has been 16.55 percent in TRY, and the rate for 3-month transactions has been 2 percent in USD.

Table 5.20: Average Interest Rates (%)

		2021			2022	
		Q2	Q3	Q4	Q1	Q2
TRY	ON	15.73	15.75	14.11	14.16	13.33
	1W	18.00	18.00	17.23	16.80	16.01
	2W					15.67
	1M	18.50	18.58	18.13	17.99	16.55
	3M				21.00	
\$	ON	0.60	0.60	0.50	0.50	0.61
	1W			2.25		
	2W					
	3W					
	1M	1.13	1.50	1.00		
€	3M	1.50	1.50			2.00
	ON	0.25	0.25	0.20	0.20	0.28
	1W					
	2W					
	3W					
£	1M					
	3M					
	ON	0.35	0.35	0.30	0.30	0.39
	1W					
	2W					
	3W					
	1M					

Source: Central Bank of TRNC

Note: ON: Overnight

W: Week

M: Month

5.5 CREDIT CARDS MAXIMUM INTEREST RATES

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

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

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

Table 5.21: Credit Cards Maximum Interest Rates (%)

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

Source: Central Bank of TRNC

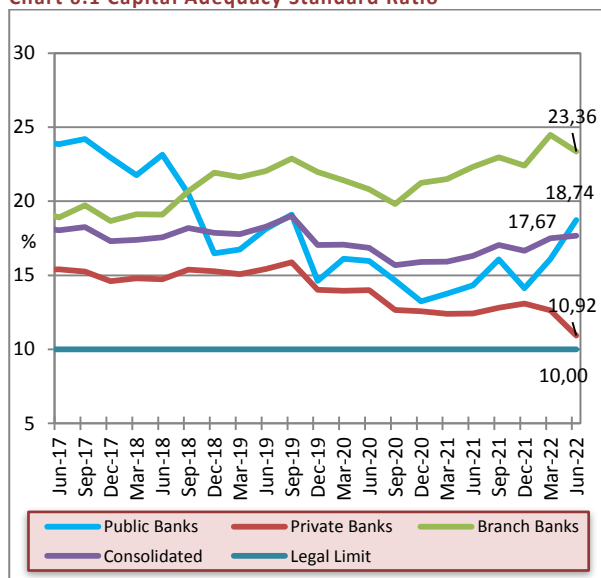
6 FINANCIAL STABILITY ANALYSIS

6.1 CAPITAL ADEQUACY

In the second quarter of 2022, the sector’s capital adequacy standard ratio increased by 0.17 points compared to the previous quarter and reached 17.67 percent, well above the legal limit of 10 percent.

As of June 2022, CASR based on bank groups has been 18.74 percent in public banks, 10.92 percent in private banks and 23.36 percent in branch banks. In March 2022, these ratios were 16.1, 12.64 and 24.48 percent, respectively. Compared to the same period of the previous year, CASR increased by 4.41 points in public banks, 1.04 points in private banks and by 1.51 points in branch banks as of June 2022.

Chart 6.1 Capital Adequacy Standard Ratio



Source: Central Bank of TRNC

Comparing the risk-weighted assets at the end of June 2022 to the end of March 2022, assets with 0 percent risk weight increased by 10.4 percent, assets with 20 percent risk weight by 8.8 percent, assets with 50 percent risk weight by 1.2 percent, and assets with 100 percent risk weight increased by 6.6 percent. In the period, the total of market risk and operational risk increased by 155.6 million TRY and reached 8,308.5 million TRY, compared to the previous period. Total market risk and operational risk of the sector increased by 2,284.4 million TRY in one-year period (June 2021 - June 2022).

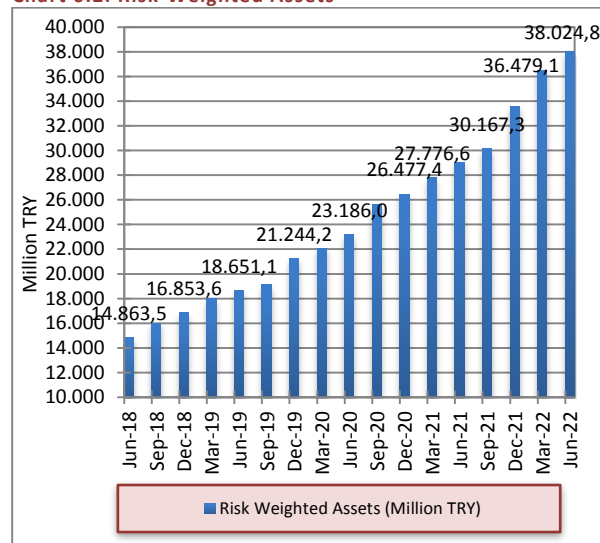
Table 6.1: Risk-Weighted Assets (Million TRY)

	Jun. 21	Sept. 21	Dec. 21	Mar. 22	Jun. 22	Percentage Change (03/22-06/22)
0 %	22,765.8	24,511.5	25,879.5	32,013.0	35,339.3	10.4
20 %	9,636.0	9,419.4	10,477.4	10,844.0	11,796.2	8.8
50 %	16,138.6	16,335.7	16,964.6	19,390.9	19,632.4	1.2
100 %	12,934.1	13,896.2	15,200	16,390.0	17,468.8	6.6
Market Risk + Operational Risk	6,096.1	6,219.4	7,832.5	8,224.9	8,380.5	1.9

Source: Central Bank of TRNC

The weighted sum of risk-weighted assets, which amounted to 36,479.1 million TRY as of March 2022, increased by 1,545.7 million TRY at the end of June 2022 and reached 38,024.8 million TRY. Risk-weighted assets of the sector increased by 31 percent in June 2021 - June 2022 period.

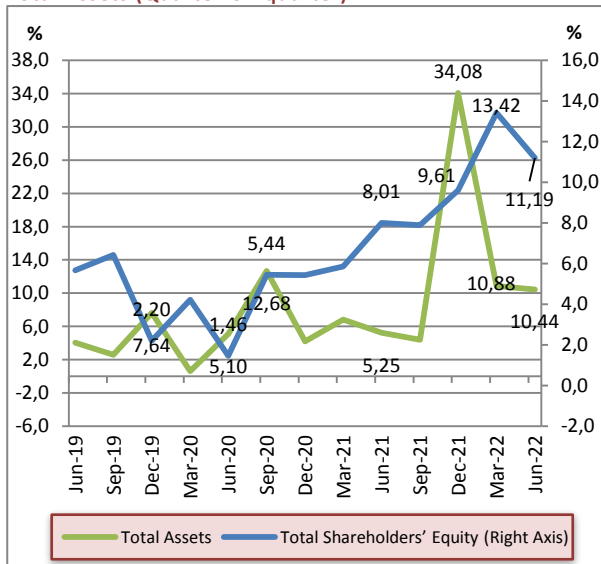
Chart 6.2: Risk-Weighted Assets



Source: Central Bank of TRNC

As of the end of June 2022, total assets increased by 10.44 percent and total shareholders' equity increased by 11.19 percent, compared to March 2022. Total assets and shareholders' equity increased by 71.42 percent and 49.14 percent, respectively, compared to the same period of the previous year.

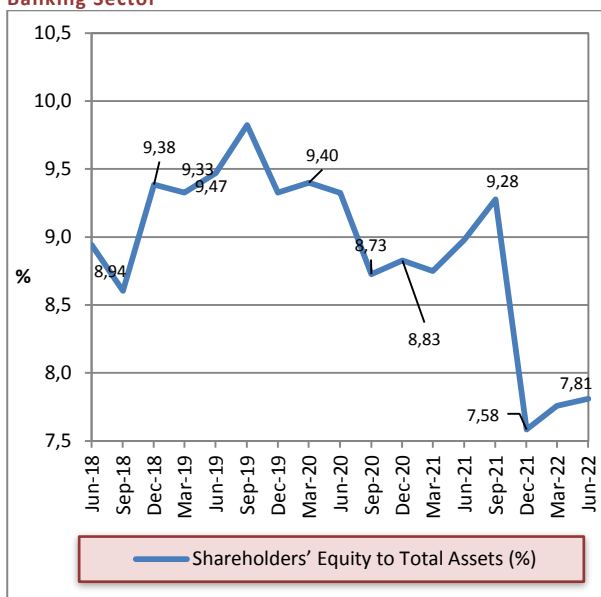
Chart 6.3: Increase Rates in Total Shareholders' Equity and Total Assets (Quarter-on-quarter)



Source: Central Bank of TRNC

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

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

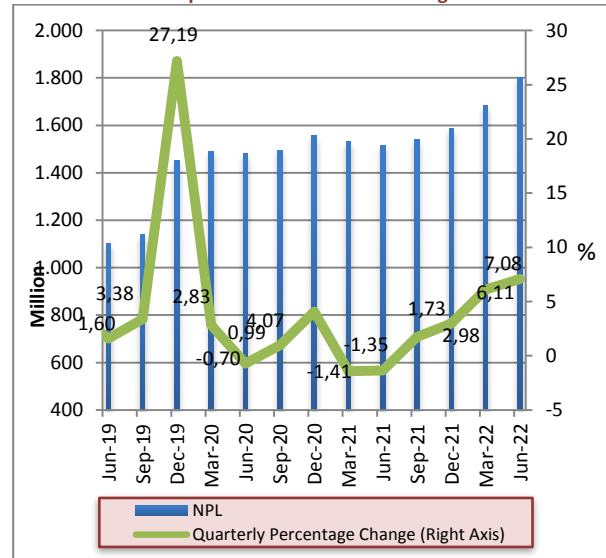


Source: Central Bank of TRNC

6.2 NON-PERFORMING LOANS

Sector's non-performing loans amounted to 1,682.1 million TRY as of the end of March 2022 and increased by 7.1 percent and reached 1,801.2 million TRY as of the end of June 2022. Non-performing loans increased by 19.03 percent, compared to the same period of the previous year.

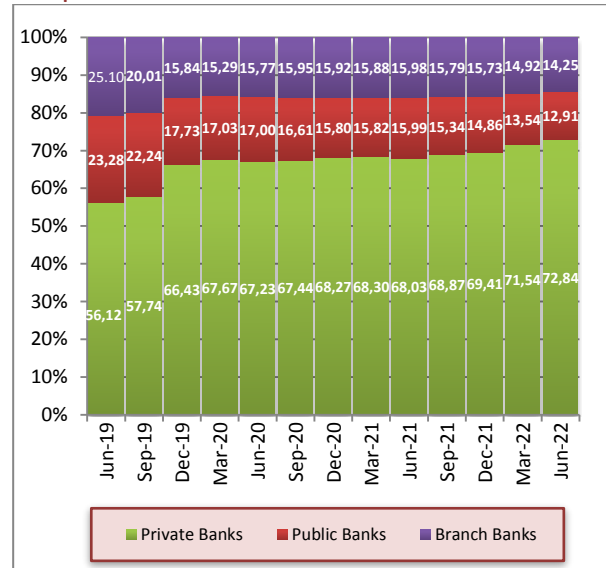
Chart 6.5: Development of Non-Performing Loans



Source: Central Bank of TRNC

As of the end of the second quarter of 2022, it is seen that the share of public banks and branch banks in total NPL decreased, while the share of private banks increased, compared to the previous quarter. Accordingly, in March 2022 - June 2022 period, the share of public banks decreased from 13.54 percent to 12.91 percent, the share of branch banks 14.92 to 14.25 percent, while the share of private banks increased from 71.54 to 72.84 percent. Accordingly, in June 2021 - June 2022 period, the share of private banks in total NPL increased from 68.03 to 72.84 percent, while the share of public banks decreased from 15.99 to 12.91 percent, and the share of branch banks decreased from 15.98 to 14.25 percent.

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



Source: Central Bank of TRNC

In the second quarter of 2022, total assets amounted to 97,526.67 million TRY, total gross loans amounted to 48,836.33 million TRY, NPL amounted to 1,801.24 million TRY and provisions for non-performing loans amounted to 1,016.89 million TRY. Analysed by bank groups, as of June 2022, total assets in public banks are 20,444.43 million TRY, total gross loans are 9,972.95 million TRY, non-performing loans are 232.52 million TRY and provisions for non-performing loans are 223.33 million TRY.

In the private banks, total assets amounts to 45,695.57 million TRY, total gross loans amounts to 26,007.05 million TRY, non-performing loans amounts to 1,312.07 million TRY and provisions for non-performing loans amounts to 585.21 million TRY. Branch banks have total assets of 31,386.67 million TRY, total gross loans of 12,856.33 million TRY, non-performing loans of 256.65 million TRY and provisions for non-performing loans of 208.35 million TRY.

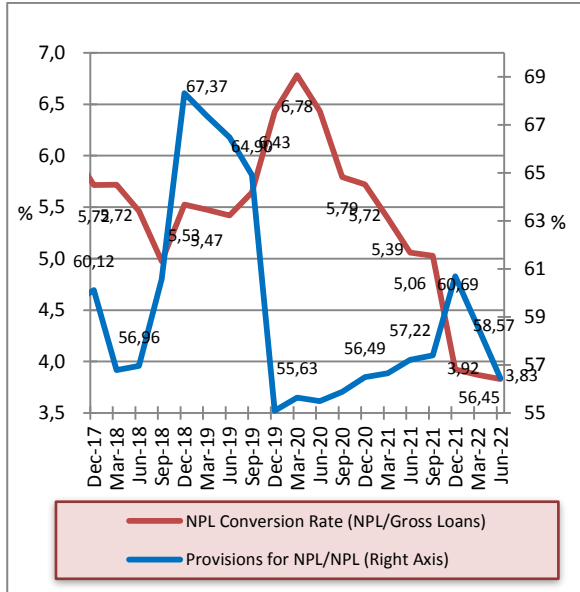
Table 6.2: Development of Various Selected Items by Bank Groups (Million TRY)

	Total Assets			Total Gross Loans			NPL			Provisions for NPL		
	Dec. 21	Mar. 22	Jun. 22	Dec. 21	Mar. 22	Jun. 22	Dec. 21	Mar. 22	Jun. 22	Dec. 21	Mar. 22	Jun. 22
Public Banks	17,140.04	18,949.57	20,444.43	9,056.31	9,474.65	9,972.95	235.61	227.75	232.52	235.07	224.29	223.33
Private Banks	37,248.87	41,434.23	45,695.57	22,000.41	24,054.4	26,007.05	1,100.23	1,203.39	1,312.07	527.37	559.42	585.21
Branch Banks	25,254.12	27,921.87	31,386.67	10,949.27	11,632.88	12,856.33	249.31	250.98	256.65	199.53	201.46	208.35
Total	79,643.03	88,305.67	97,526.67	42,005.99	45,161.93	48,836.33	1,585.15	1,682.12	1,801.24	961.97	985.17	1,016.89

Source: Central Bank of TRNC

The NPL conversion rate, which continued to decline since March 2020, decreased to 3.83 in June 2022. While the ratio of provisions for NPL to total NPL had been 58.57 percent in March 2022, it decreased by 2.12 points to 56.45 percent in June 2022.

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



Source: Central Bank of TRNC

6.3 RETURN ON ASSETS AND RETURN ON EQUITY

Sector's return on assets, which was 2.46 percent at the end of March 2022, increased to 2.73 percent, return on equity, which was 29.43 percent, increased to 33.67 percent, while net interest margin decreased from 3.69 to 3.68 percent in the second quarter of 2022. In the period of June 2021 - June 2022, return on assets of the sector increased from 1.91 percent to 2.73 percent, return on equity from 21.57 percent to 33.67 percent, and net interest margin from 3.62 percent to 3.68 percent.

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

Description	2021			2022	
	Jun.	Sept.	Dec.	Mar.	Jun.
Return on Assets ¹	1.91	2.22	2.41	2.46	2.73
Return on Equity ²	21.57	24.65	27.59	29.43	33.67
Net Interest Margin ³	3.62	3.76	3.82	3.69	3.68

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 Accounting Systems and Document Storage (Amendment)	13.04.2022	1269	18.04.2022	78
Foreign Currency Deposits and Reserve Requirements Interest Rate Change	17.05.2022	1276	20.05.2022	99
Credit Cards Monthly Maximum Contractual and Default Interest Rates Change			01.06.2021	110
Turkish Lira Deposit and Reserve Requirement Accounts Interest Rates and Turkish Lira Rediscount, Discount and Advance Interest Rate Change	22.06.2022	1280	23.06.2022	128

Table A.2: Economic Decisions - Legal Regulations

Title	Law/Draft Law/Bill		Official Gazette	
	Date	Number	Date	Number
Statutory Decrees				
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	31.03.2022	F.S.(K-II)182-2022	01.04.2022	66
Statutory Decree Amending the Statutory Decree on Debt Restructuring	31.03.2022	F.S.(K-II)183-2022	01.04.2022	66
Statutory Decree on the Premium Payment Support Applicable to Those Insured Under the Social Security Law (March 2022 - August 2022)	02.04.2022	F.S.(K-11)186-2022	02.04.2022	68
Statutory Decree on the Premium Payment Support Applicable to Those Insured Under the TRNC Social Insurance Law (March 2022 - August 2022)	02.04.2022	F.S.(K-11)187-2022	02.04.2022	68
Statutory Decree Amending the Statutory Decree on Debt Restructuring	29.06.2022	Ü(K-I)308-2022	29.06.2022	137
Regulations				
Regulation on Promoting Local Labour Employment (Amendment)	02.04.2022	F.S.(K-11)185-2022	02.04.2022	68
Regulation on Promoting Local Labour Employment (Amendment No. 2)	24.05.2022	Ü(K-1)25-2022	25.05.2022	103
Draft Laws				
Draft Law on the Prevention of Laundering of Crime Revenues			05.04.2022	70
Draft Law on Money and Foreign Exchange (Amendment)			28.04.2022	89

ANNEX B. STATISTICAL DATA

Table B.1: Central Bank of the TRNC Selected Balance Items (TRY)

Date	Liquid Assets	Loans	Other Assets	Total Assets	Shareholders' Equity	Deposits	Reserve Requirements	Other Liabilities	Total Liabilities
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
30 Jun. 2021	17,830,514,206	503,423,458	229,660,370	18,563,598,034	809,107,488	5,967,117,859	3,375,004,675	8,412,368,012	18,563,598,034
30 Sept. 2021	18,683,218,651	506,410,606	100,276,879	19,289,906,136	812,450,006	6,265,750,775	3,467,399,688	8,744,305,667	19,289,906,136
31 Dec. 2021	28,446,896,103	507,900,695	298,614,296	29,253,411,094	869,658,488	9,721,281,482	4,920,454,350	13,742,016,774	29,253,411,094
31 Mar. 2022	32,345,744,130	646,476,259	365,432,850	33,456,257,119	876,393,617	10,151,485,553	5,463,456,610	17,841,314,948	33,456,257,119
30 Jun. 2022	37,176,570,412	638,083,191	120,566,875	37,935,220,478	1,020,376,802	11,188,022,664	6,299,116,017	19,427,704,995	37,935,220,478

Source: Central Bank of TRNC

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

Table B.2: Central Bank of the TRNC Liquid Assets (TRY)

Date	Cash Assets	Gold Deposit	Bank Deposits (TRY)	Bank Deposits (FX)	Foreign Banks	SP	Total
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
30 Jun. 2021	1,227,874,023	11,245,022	2,901,751,435	8,723,829,175	1,805,527	4,964,009,024	17,830,514,206
30 Sept. 2021	1,275,430,723	11,245,022	3,293,202,704	8,845,074,138	2,901,848	5,255,364,216	18,683,218,651
31 Dec. 2021	1,476,626,284	19,164,666	4,333,706,334	14,252,288,123	1,759,608	8,363,351,088	28,446,896,103
31 Mar. 2022	2,274,660,042	19,164,666	3,936,440,159	15,643,603,811	1,941,920	10,469,933,532	32,345,744,130
30 Jun. 2022	2,178,866,556	19,164,666	3,621,871,743	19,332,838,535	6,121,030	12,017,707,882	37,176,570,412

Source: Central Bank of TRNC

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

Date	Agriculture	Commercial	Industry	Exports	Small Business Owners	Tourism	Education	Total
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							5,703,310	5,703,310
30 Jun. 2021								-
30 Sept. 2021							3,050,939	3,050,939
31 Dec. 2021							4,477,238	4,477,238
31 Mar. 2022							5,052,801	5,052,801
30 Jun. 2022								-

Source: Central Bank of TRNC

Note: Interest revenue rediscounts are included in the figures.

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

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

Source: Central Bank of TRNC

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

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

Source: Central Bank of TRNC

Table B.6: Cross Rates

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

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

Source: Central Bank of TRNC

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

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

Effective Date	Currency				Board Decision		Official Gazette	
	TRY	\$	€	£	Date	Number	Date	Number
16.10.2009	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
28.10.2021	6.0	0.20	0.05	0.10	27.10.2021	1233	27.10.2021	237
20.05.2022	6.0	0.25	0.10	0.15	17.05.2022	1276	20.05.2022	99
23.06.2022	6.0	0.50	0.25	0.30	22.06.2022	1280	23.06.2022	128

Source: Central Bank of TRNC

Table B.9: Rediscount Interest Rates (%)

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

Source: Central Bank of TRNC

Table B.10: Reserve Requirements Ratios (%)

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

Source: Central Bank of TRNC

Table B.11: Overdraft Cheques

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

Source: Central Bank of TRNC

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

	Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
Branch	TRY	13,683	13,975	15,362	15,311	13,922	15,409						
	USD	870	874	1,077	1,007	849	1,173						
	EUR	967	954	1,039	975	942	1,186						
	GBP	977	1,055	1,234	1,258	1,153	1,408						
Internet Banking	TRY	19,717	19,791	23,139	23,660	20,464	23,679						
	USD	561	603	833	822	763	968						
	EUR	599	650	744	728	719	850						
	GBP	599	650	744	728	719	850						
Other	TRY	1,079	1,178	1,319	1,496	1,105	1,625						
	USD	8	10	11	15	17	16						
	EUR	10	11	11	7	7	19						
	GBP	19	9	17	15	18	39						
Total	TRY	34,479	34,944	39,820	40,467	35,491	40,713						
	USD	1,439	1,487	1,921	1,844	1,629	2,157						
	EUR	1,576	1,615	1,794	1,710	1,668	2,055						
	GBP	1,844	1,982	2,292	2,358	2,251	2,705						

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

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

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

	Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
Branch	TRY	3,353,998,610	2,962,681,649	3,814,332,459	3,968,141,430	4,643,106,166	4,392,482,821						
	USD	55,951,845	66,300,915	64,084,520	74,509,108	65,314,569	92,108,711						
	EUR	33,717,153	36,694,303	43,582,562	39,927,251	38,927,004	45,091,683						
	GBP	28,121,098	35,090,248	44,130,160	47,865,516	36,790,341	52,382,069						
Internet Banking	TRY	462,591,499	482,479,812	610,175,966	650,563,676	616,965,812	767,359,717						
	USD	4,895,901	4,698,947	7,213,450	7,629,432	7,415,044	7,602,231						
	EUR	4,475,278	6,375,522	6,758,800	6,952,428	7,028,125	7,423,011						
	GBP	3,644,475	3,770,588	4,715,016	5,527,714	4,958,293	6,004,870						
Other	TRY	9,673,756	11,185,001	13,321,938	15,476,194	10,918,706	17,425,667						
	USD	23,364	21,438	28,223	28,101	42,327	34,482						
	EUR	16,546	15,618	23,538	9,662	8,567	50,524						
	GBP	36,470	13,915	30,401	20,192	30,604	129,768						
Total	TRY	3,826,263,865	3,456,346,462	4,437,830,362	4,634,181,300	5,270,990,684	5,177,268,204						
	USD	60,871,110	71,021,300	71,326,192	82,166,640	72,771,940	99,745,424						
	EUR	38,208,977	43,085,443	50,364,900	46,889,340	45,963,695	52,565,217						
	GBP	31,802,043	38,874,752	48,875,577	53,413,422	41,779,237	58,516,706						

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

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

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

Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
TRY	105,504	99,127	111,538	100,303	113,334	111,789						
USD	2,426	2,638	3,099	2,742	3,312	3,316						
EUR	1,399	1,401	1,683	1,475	1,818	1,829						
GBP	1,603	1,618	2,060	1,934	2,121	2,318						

Source: Central Bank of TRNC

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

Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
TRY	2,047,242,396	2,021,050,828	2,535,530,194	2,465,346,038	2,964,840,699	3,274,034,462						
USD	18,184,154	16,730,845	25,646,255	19,483,469	23,848,951	25,395,446						
EUR	8,981,479	8,687,361	12,902,197	13,472,378	15,130,127	15,338,870						
GBP	24,370,458	26,519,157	39,039,377	37,747,583	38,386,560	50,620,690						

Source: Central Bank of TRNC

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

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

Source: Central Bank of TRNC

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

Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
TRY	41,558,230	39,877,726	59,264,393	39,858,166	45,990,365	49,328,989						
USD	685,005	1,101,351	3,240,387	924,143	847,870	1,282,489						
EUR	596,723	362,057	435,115	332,221	302,439	450,180						
GBP	1,317,790	824,494	1,154,460	1,180,777	1,065,972	1,025,100						

Source: Central Bank of TRNC

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

	Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
Legal Person Cheques		15,197	15,222	15,272	15,306	15,359	15,386						
Natural Person Cheques	TRY	14,727	14,778	14,762	14,780	14,800	14,842						
Total Number of Cheques		29,924	30,000	30,034	30,086	30,159	30,228						
Legal Person Cheques		1,172	1,175	1,178	1,183	1,185	1,184						
Natural Person Cheques	USD	226	227	228	230	230	233						
Total Number of Cheques		1,398	1,402	1,406	1,413	1,415	1,417						
Legal Person Cheques		934	937	938	941	942	942						
Natural Person Cheques	EUR	202	202	202	202	202	202						
Total Number of Cheques		1,136	1,139	1,140	1,143	1,144	1,144						
Legal Person Cheques		1,592	1,595	1,607	1,617	1,623	1,626						
Natural Person Cheques	GBP	729	730	737	738	739	740						
Total Number of Cheques		2,321	2,325	2,344	2,355	2,362	2,366						

Source: Central Bank of TRNC

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

	Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
Legal Person Cheques		403,350,986	405,924,512	409,046,830	409,481,683	410,910,611	413,613,898						
Natural Person Cheques	TRY	312,319,210	313,918,428	314,035,915	315,404,323	316,194,859	318,098,780						
Total Amount of Cheques		715,670,196	719,842,940	723,082,744	724,886,006	727,105,470	731,712,678						
Legal Person Cheques		23,621,112	23,717,881	23,751,673	25,170,690	25,182,190	25,174,690						
Natural Person Cheques	USD	2,407,806	2,409,641	2,423,641	2,428,491	2,428,491	2,451,111						
Total Amount of Cheques		26,028,919	26,127,523	26,175,315	27,599,182	27,610,682	27,625,802						
Legal Person Cheques		17,356,783	17,416,783	17,467,393	17,539,003	17,589,613	17,589,613						
Natural Person Cheques	EUR	1,275,740	1,275,740	1,275,740	1,275,740	1,275,740	1,275,740						
Total Number of Cheques		18,632,523	18,692,523	18,743,133	18,814,743	18,865,353	18,865,353						
Legal Person Cheques		35,710,765	35,780,605	35,942,492	36,591,737	36,665,782	36,885,282						
Natural Person Cheques	GBP	9,467,830	9,552,830	9,720,030	9,805,030	9,895,030	10,002,030						
Total Amount of Cheques		45,178,595	45,333,435	45,662,522	46,396,767	46,560,812	46,887,312						

Source: Central Bank of TRNC

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

Date	Cash and Cash Equivalents	Securities Portfolio	Reserve Ratio on Deposits	Gross Loans	Provisions for Non-Performing Loans	Other	Total Assets	Deposits	Other	Shareholders' Equity	Total Liabilities
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
30 Jun. 2021	16,290.4	4,385.5	3.356,2	31,432.4	-865,8	2.293,6	56,892.3	46,859.3	4.925,0	5,108.0	56,892.3
30 Sept. 2021	17,307.8	4,631.1	3.492,7	32,151.5	-883,6	2.700,1	59,399.6	48,804.6	5.083,8	5,511.2	59,399.6
31 Dec. 2021	24,213.2	6,838.7	4.955,2	42,006.0	-962,0	2.591,9	79,643.0	66,179.1	7.423,0	6,040.9	79,643.0
31 Mar. 2022	27,036.1	8,405.2	5.439,3	45,161.9	-985,2	3.248,4	88,305.7	73,368.1	4.547,8	8.086,3	88,305.7
30 Jun. 2022	30,404.8	9,786.2	6.038,5	48,836.3	-1.016,9	3.477,8	97,526.7	80,962.9	8.945,9	7,617.9	97,526.7

Source: Central Bank of TRNC

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

Date	Discount Loans	Export Loans	Import Loans	Export Guaranteed Investment Loans	Other Investment Loans	Business Loans	Directed Loans	Loans of Funds Originated	Consumer Loans	Credit Cards	Loans to Purchase Security for Customers	Loans Extended by Central Bank of the TRNC	Loans Extended Through Central Bank of the TRNC	Other Loans	Total
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 Dec. 2020	263,3	0.0	5.4	73,4	208,6	18.868,7	87,2	24,8	6.329,0	703,4	0.0	5.0	0.0	633,6	27.202,4
31 Mar. 2021	296,3	0.0	5.6	81,8	216,4	19.929,9	94,2	27,3	6.512,4	687,2	0.2	5.7	0.0	578,4	28.435,4
30 Jun. 2021	335,1	0.0	5.7	86,2	221,9	20,909,0	98,8	28,4	6,757,2	837,6	0.0	0.0	0.0	639,3	29,919,2
30 Sept. 2021	381,9	0.0	5.7	87,8	214,9	21,525,5	92,8	28,9	6,650,9	909,4	0.0	3,1	0,0	711,2	30,612,1
31 Dec. 2021	564,5	0.0	0,7	130,4	293,7	30,433,5	95,2	38,9	7,472,4	1,004,6	0,0	4,5	0,0	382,4	40,420,8
31 Mar. 2021	673,3	0.0	0,8	145,3	312,5	32,764,9	109,1	45	7,727,5	1,049,3	0,1	5,1	0,0	647,2	43,479,8
30 Jun. 2022	796,0	0.0	0,8	297,4	275,3	35,361,6	102,9	50,3	8,175,0	1,320,1	0,1	0,0	0,0	655,6	47,035,1

Source: Central Bank of TRNC

Table B.22: 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 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
30 Jun. 2021	192,2	0.0	0.0	0.0	26,3	7.978,6	98.8	3.8	3.830,0	834,4	0.0	0.0	0.0	323,3	13.287,4
30 Sept. 2021	239,5	0.0	0.0	0.0	22,8	8.181,4	92,8	3.7	3.884,7	904,9	0.0	0.0	0.0	379,0	13.708,8
31 Dec. 2021	296,4	0.0	0.0	0.0	22,4	9.568,8	95.2	3.7	3.987,3	1.000,1	0.0	0.0	0.0	256,4	15.230,3
31 Mar. 2022	360,5	0.0	0.0	0.0	18,7	9.813,4	109.1	3.4	4.067,8	1.043,4	0.0	0.0	0.0	439,4	15.855,6
30 Jun. 2022	452,5	0.0	0.0	0.0	16.9	10.410,4	102.9	3.3	4.389,6	1.311,8	0.1	0.0	0.0	419,8	17.107,3

Source: Central Bank of TRNC

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

Date	Discount Loans	Export Loans	Import Loans	Export Guaranteed Investment Loans	Other Investment Loans	Business Loans	Directed Loans	Loans of Funds Originated	Consumer Loans	Credit Cards	Loans to Purchase Security for Customers	Loans Extended by Central Bank of the TRNC	Loans Extended Through Central Bank of the TRNC	Other Loans	Total
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
30 Jun. 2021	142,9	0.0	5.7	86.2	195,6	12.930,4	0.0	24,6	2.927,2	3.2	0.0	0.0	0.0	316,0	16.631,8
30 Sept. 2021	142,5	0.0	5.6	87.8	192,0	13.344,1	0.0	25,2	2.766,3	4.5	0.0	3.1	0.0	332,2	16.903,3
31 Dec. 2021	268,1	0.0	0.6	130.4	271,2	20.864,7	0.0	35,2	3.485,1	4.6	0.0	4.5	0.0	126,1	25.190,5
31 Mar. 2022	312,8	0.0	0.8	145.3	293,8	22.951,5	0.0	41,5	3.659,7	5.9	0.0	5.1	0.0	207,7	27.624,2
30 Jun. 2022	343,5	0.0	0.9	297.4	258,3	24.951,2	0.0	47,0	3.785,4	8.2	0.0	0.0	0.0	235,9	29.927,8

Source: Central Bank of TRNC

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

Date	Short-Term Loans	Quarter-on-quarter Percentage Change	Medium and Long-Term Loans	Quarter-on-quarter Percentage Change	Total	Quarter-on-quarter Percentage Change
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
30 Jun. 2021	7.099,1	5,54	22.820,1	5,12	29.919,2	5,22
30 Sept. 2021	7.474,2	5,28	23.137,9	1,39	30,612.1	2,32
31 Dec. 2021	10.454,8	39,88	29.966,0	29,51	40,420.8	32,04
31 Mar. 2022	11.644,9	11,38	31.834,9	6,24	43,479.8	7,57
30 Jun. 2022	12.920,7	10,96	34.114,4	7,16	47,035.1	8,18

Source: Central Bank of TRNC

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

Date	Public Loans	Quarter-on-quarter Percentage Change	Private Loans	Quarter-on-quarter Percentage Change	Total	Quarter-on-quarter Percentage Change
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
30 Jun. 2021	5.504,3	-0,69	24.414,9	6,65	29.919,2	5,22
30 Sept. 2021	5.696,7	3,50	24.915,4	2,05	30.612,1	2,32
31 Dec. 2021	7.510,6	31,84	32.910,2	32,09	40.420,8	32,04
31 Mar. 2022	8.078,4	7,56	35.401,4	7,57	43.479,8	7,57
30 Jun. 2022	8.503,2	5,26	38.531,9	8,84	47.035,1	8,18

Source: Central Bank of TRNC

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

Date	> 100 Thousand TRY	51-100 Thousand TRY	11-50 Thousand TRY	1 - 10 Thousand TRY	< 1 Thousand TRY	Grand Total
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
30 Jun. 2021	26.408,3	1.143,1	1.443,2	563,1	361,5	29,919.2
30 Sept. 2021	27.071,5	1.172,0	1.481,9	528,0	358,7	30,612.1
31 Dec. 2021	36.866,2	1.284,9	1.414,9	506,8	348,0	40,420.8
31 Mar. 2022	39.797,7	1.325,5	1.438,7	549,8	368,1	43,479.8
30 Jun. 2022	42.949,4	1.526,3	1.515,3	602,3	441,8	47,035.1

Source: Central Bank of TRNC

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

Date	Paid-in Capital	Legal Reserves	Fixed Asset Rev. Fund	Securities Value Increment Fund	Period Profit (Loss)	Accumulated Profit (Loss)	Total
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
30 Jun. 2021	1,506.1	1,842.6	10.4	262.5	639.7	846.7	5,108.0
30 Sept. 2021	1,515.8	1,846.6	10.4	261.6	1,038.7	838.1	5,511.2
31 Dec. 2021	1,542.4	2,672.2	11.5	378.5	1,436.3	0.00	6,040.9
31 Mar. 2022	1,989.1	3,246.3	11.5	479.8	532.9	591.7	6,851.3
30 Jun. 2022	2,019.3	3,714.7	11.5	498.4	1,311.7	62.3	7,617.9

Source: Central Bank of TRNC

Table B.28: Capital Adequacy Ratio (%)

Date	Public Banks	Private Banks	Branch Banks	Banking Sector	Legal Limit
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
30 Jun. 2021	14.33	12.42	22.32	16.31	10.00
30 Sept. 2021	16.07	12.82	22.97	17.05	10.00
31 Dec. 2021	14.14	13.10	22.42	16.66	10.00
31 Mar. 2022	16.1	12.64	24.48	17.5	10.00
30 Jun. 2022	18.74	10.92	23.36	17.67	10.00

Source: Central Bank of TRNC

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

Date	Interest Revenues	Interest Expenditures	Non-Interest Revenues	Non-Interest Expenditures	Net Profit / Loss
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
30 Jun. 2021	2.398,6	1.327,8	350,3	618,0	639,7
30 Sept. 2021	3.707,8	2.052,4	599,0	960,5	1.038,7
31 Dec. 2021	5.271,7	2.864,1	894,0	1.411,5	1.436,3
31 Mar. 2022	1.562,1	801,9	343,0	484,1	532,9
30 Jun. 2022	3.343,7	1.652,7	744,4	1.051,1	1.311,7

Source: Central Bank of TRNC

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

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
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
30 Jun. 2021	7.894,5	24.161,5	8.521,6	1.576,9	4.704,8	46.859,3
30 Sept. 2021	8.914,9	25.099,8	8.467,0	1.481,6	4.841,3	48.804,6
31 Dec. 2021	12.946,1	32.873,1	10.756,5	1.998,1	7.605,3	66.179,1
31 Mar. 2022	14.893,2	36.390,0	11.440,2	2.622,5	8.022,3	73.368,1
30 Jun. 2022	18.722,7	38.786,8	12.282,8	2.862,0	8.308,6	80.962,9

Source: Central Bank of TRNC

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

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
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
30 Jun. 2021	2.322,3	9.098,3	3.374,6	251,3	220,2	15.266,7
30 Sept. 2021	2.442,9	9.362,6	3.387,2	343,2	234,1	15.770,0
31 Dec. 2021	2.532,0	9.273,2	2.916,9	335,0	251,8	15.308,9
31 Mar. 2022	2.962,5	9.752,7	3.024,2	282,7	223,0	16.245,1
30 Jun. 2022	3.490,3	9.374,7	3.106,6	282,5	199,9	16.454,0

Source: Central Bank of TRNC

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

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
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
30 Jun. 2021	5.572,3	15.063,2	5.147,0	1.325,5	4.484,6	31.592,6
30 Sept. 2021	6.472,1	15.737,1	5.079,8	1.138,3	4.607,3	33.034,6
31 Dec. 2021	10.414,2	23.599,9	7.839,6	1.663,0	7.353,5	50.870,2
31 Mar. 2022	11.930,7	26.637,2	8.416,0	2.340,0	7.799,3	57.123,1
30 Jun. 2022	15.232,4	29.412,1	9.176,2	2.579,6	8.107,6	64.508,9

Source: Central Bank of TRNC

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

Date	Official	Trading	Savings	Other	Banks	Total
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
30 Jun. 2021	2,917.8	9.092,3	33,980.6	868.5	2,894.9	49,754.1
30 Sept. 2021	2,821.0	10,051.6	34,919.8	1,012.2	2,785.5	51,590.1
31 Dec. 2021	3,797.4	13,675.2	47,406.0	1,300.5	4,253.6	70,432.7
31 Mar. 2022	4,124.3	15,220.0	52,713.4	1,310.4	4,217.5	77,585.6
30 Jun. 2022	3,850.7	17,873.1	57,828.7	1,410.4	4,652.3	85,615.2

Source: Central Bank of TRNC

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

Date	Official	Commercial	Savings	Other	Banks	Total
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
30 Jun. 2021	2.004,8	2.673,4	10.208,5	380,0	122,6	15.389,3
30 Sept. 2021	1.858,3	3.002,1	10.405,1	504,5	193,0	15.963,0
31 Dec. 2021	2.440,1	2.665,2	9.645,0	558,7	739,4	16.048,4
31 Mar. 2022	2.433,9	3.056,1	10.259,0	496,1	418,9	16.664,0
30 Jun. 2022	2.019,2	3.359,2	10.547,0	528,6	655,7	17.109,7

Source: Central Bank of TRNC

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

Date	Official	Commercial	Savings	Other	Banks	Total
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
30 Jun. 2021	913,0	6.419,0	23.772,0	488,6	2.772,2	34.364,8
30 Sept. 2021	962,6	7.049,6	24.514,7	507,7	2.592,5	35.627,1
31 Dec. 2021	1.357,3	11.010,0	37.761,0	741,9	3,514.1	54.384,3
31 Mar. 2022	1.690,5	12.163,9	42.454,4	814,2	3.798,6	60.921,6
30 Jun. 2022	1.831,5	14.513,9	47.281,7	881.8	3.996,6	68.505,5

Source: Central Bank of TRNC

Table B.36: Money Supply (Million TRY)

Year	Quarter	M1	Percentage Change Compared to the Same Period of Previous Year	M2	Percentage Change Compared to the Same Period of Previous Year	M3	Percentage Change Compared to the Same Period of Previous Year
2017	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	32,89	45,118.5	30.27	48,624.9	29.28
	II	11,257.1	31.98	47,658.2	32.98	50,639.9	32.24
	III	12,381.7	27.32	49,727.0	22.23	52,622.7	20.18
	IV	17,349.1	72.16	67,053.5	60.25	71.396,0	57.61
2022	I	19.689,9	88,21	74,294.7	64.67	78,553.5	61,54
	II	23,744.8	110.93	82,420.8	72.94	86,621.6	71.05

Source: Central Bank of TRNC

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

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

Source: Central Bank of TRNC

Table B.38: Main Economic and Social Indicators

	2014	2015	2016	2017	2018	2019	2020	2021	2022
GNP (Current Prices, Million TRY)	8.858,5	10.222,4	11.601,2	14.544,8	18.324,2	21.395,4	21.407,5	28,769.8 ^(T)	33,229.1 ^(T)
GNP (Million USD)	4.040,2	3.749,0	3.837,9	3.983,8	3.790,8	3.766,8	3.048,6	4,157.5 ^(T)	4,466.9 ^(T)
GNP per capita (Current Prices, TRY)	33.127,8	37.413	42.022	51.799	64.178	71.851,4	70.606,2	n.a	n.a
GNP per capita (USD)	15.109	13.721	13.902	14.187	13.277	12.649	10.055	13,367.3 ^(T)	14,033.4 ^(T)
Inflation Rate (%)	6.5	7,8	10.2	14,7	29,9	11.6	15.0	46,1	110.42*
Exports (Million USD) (1)	134,0	118,1	105,5	105,6	100,9	82,5	101,1	127,8	n.a
Imports (Million USD)	1.538,8	1.500,6	1.557,2	1.778,4	1.816,4	1.587,9	1.220,6	2.259,9	n.a
Foreign Trade Balance (Million USD)	-1.404,8	-1.382,5	-1.415,2	-1.672,8	-1.715,5	-1.505,4	-1.119,5	-2.132,1	n.a
Exports / Imports (%)	7.5	7.9	6.9	5.9	5.6	5.2	7.6	5.6	n.a
Number of Arriving Tourists	1.366.007	1.483.244	1.577.073	1.734.330	1.759.625	1.749.979	388.837	552.312	556,224*
a) Turkey	1.020.577	1.110.795	1.218.232	1.324.248	1.359.420	1.358.465	307.717	438.700	433,764*
b) Other	345.430	372.449	358.841	410.082	400.205	391.514	81.120	113.612	122,460*
Net Tourism Income (Million USD)	691,6	697,7	714,4	864,9	912,4	954,5	165,4	1,066.0 ^(T)	1,116.7 ^(T)
Employment	103.149	112.811	118.387	120.999	132.411	138.438	132.885	148,872 ^(T)	153,710 ^(T)
Number of Unemployed	9.320	9.043	8.075	7.452	9.872	9.317	14.950	9,101 ^(T)	n.a
Unemployment Rate (%)	8.3	7.4	6.4	5.8	6.9	6.3	10.1	5,8 ^(T)	5,9 ^(T)
Non-institutional Population (2)	289.252	299.514	307.255	314.169	347.340	357.216	359.108	299,599 ^(T)	n.a
Population (Projection) (3)	320.884	331.432	339.478	351.965	372.486	382.230	382.836	n.a	n.a
Annual Population Growth (%)	3.8	3.9	2.4	3.7	5.8	2.6	1.6	n.a	n.a

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

^(T) Target

*: January-June data.

1) Exports to the Southern Cyprus are not included.

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

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

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

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

Sectors	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021 ^(T)	2022 ^(T)
1. Agriculture	366,4	386,5	405,0	489,3	552,5	647,6	658,8	1.139,4	1.171,2	1.279,8	1.925,3	2.330,4
2. Industry	558,5	587,1	636,6	779,7	937,7	1.064,7	1.413,3	1.537,9	1.675,7	2.064,4	2.459,2	2.811,9
3. Construction	408,5	335,8	370,7	370,2	480,5	511,6	836,4	1.081,4	1.235,1	2.054,6	1.464,1	1.686,4
4. Trade - Tourism	1.216,8	1.385,3	1.527,9	1.829,1	2.012,9	2.280,6	2.921,8	3.814,5	4.746,7	2.746,6	6.846,0	8.089,9
5. Transportation - Communication	553,1	642,9	711,4	788,0	896,6	965,3	1.156,6	1.339,0	1.564,7	1.370,7	2.132,6	2.474,8
6. Financial Institutions	472,6	506,0	579,7	637,4	719,4	887,6	1.007,7	1.486,4	1.717,3	1.685,6	2.040,1	2.460,6
7. Housing Income	274,4	305,8	358,2	398,9	456,2	535,3	655,6	896,3	1.102,4	1.356,9	1.521,3	1.801,1
8. Self-Employment and Services	727,5	801,8	891,6	1.026,1	1.422,6	1.679,9	2.289,8	2.889,9	2.819,4	2.755,2	4.404,9	5.186,3
9. Public Services	1.294,3	1.294,9	1.349,9	1.603,6	1.715,2	1.850,1	2.193	2.461,1	3.441,7	4.146,0	3.416,5	3.551,0
10. Import Taxes	637,0	709,1	775,9	936,4	971,8	1.178,3	1.411,5	1.678,1	1.921,2	1.947,7	2.559,8	2.836,5
11. GDP	6.509,0	6.955,1	7.606,9	8.858,6	10.222,5	11.601,2	14.544,8	18.324,1	21.395,4	21.407,5	28.769,8	33.229,1
12. Net Factor Income from Abroad	50,2	-39,3	-27,5	-18,2	-11,7	4,2	6,9	10,6	13,7	17,1	19,4	22,7
GNP	6.559,2	6.915,8	7.579,4	8.840,4	10.210,7	11.605,5	14.551,8	18.334,8	21.409,1	21.424,6	28.789,2	33.251,9

Source: SPO, TRNC Statistical Institute

^(T) Target

Table B.40: Percentage Distribution of Gross Domestic Product

Sectors	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021 ^(F)	2022 ^(F)
1. Agriculture	5.6	5.6	5.3	5.5	6.0	5.6	4.5	6.2	5.5	6.0	6.7	7.0
2. Industry	8.6	8.4	8.4	8.8	9.2	9.2	9.7	8.4	7.8	9.6	8.5	8.5
2.1. Quarrying	0.7	0.6	0.6	0.5	0.7	0.7	0.9	1.0	0.9	1.3	-	-
2.2. Manufacturing Industry	2.5	2.8	2.9	3.1	3.7	3.7	3.3	3.0	2.8	2.5	-	-
2.3. Electricity-Water	5.3	5.1	4.8	5.1	4.8	4.8	5.5	4.4	4.1	5.8	-	-
3. Construction	6.3	4.8	4.9	4.2	4.7	4.4	5.8	5.9	5.8	9.6	5.1	5.1
4. Trade - Tourism	18.7	19.9	20.1	20.6	19.7	19.7	20.1	20.8	22.2	12.8	23.8	24.3
4.1. Wholesale and Retail Trade	11.1	11.4	11.2	12.3	10.7	11.0	11.1	11.2	10.5	10.3	17.8	18.3
4.2. Hotel and Restaurant Management	7.6	8.5	8.9	8.3	9.0	8.7	9.0	9.6	11.7	2.5	5.9	6.1
5. Transportation - Communication	8.5	9.3	9.4	8.9	8.8	8.3	8.0	7.3	7.3	6.4	7.4	7.4
6. Financial Institutions	7.2	7.3	7.6	7.2	7.0	7.6	6.9	8.1	8.0	7.9	7.1	7.4
7. Housing Ownership	4.2	4.4	4.7	4.5	4.4	4.6	4.5	4.9	5.2	6.3	5.3	5.4
8. Self-Employment and Services	11.2	11.5	11.7	11.6	13.9	14.5	15.7	15.8	13.2	12.9	15.3	15.6
9. Public Services	19.9	18.6	17.7	18.1	16.8	15.9	15.1	13.4	16.1	19.4	11.9	10.7
10. Import Taxes	9.8	10.2	10.2	10.6	9.5	10.2	9.7	9.2	9.0	9.1	8.9	8.5
GDP	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

Source: SPO, TRNC Statistical Institute

^(F) Forecast

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019 ^(F)	2020 ^(T)	2021 ^(T)	2022 ^(T)
1. Total Resources	6.849,7	7.141,1	7.664,8	8.866,0	9.470,2	10.499,0	13.476,9	17.697,2	19.221,6	21.910,4	25.081,4	29.701,5
2. Total Investments	1.266,5	1.175,5	1.147,8	1.276,7	1.598,5	1.791,2	2.836,0	4.013,6	3.229,4	3.814,5	4.451,1	5.087,0
3. Total Consumption	5.583,1	5.965,6	6.516,9	7.589,3	7.871,7	8.707,8	10.640,9	13.913,1	15.992,2	18.096,0	20.630,2	24.614,5
4. Public Disposable Income	1.059,2	1.491,8	1.341,3	1.688,9	2.123,1	2.317,2	3.451,1	4.099,3	4.888,3	5.383,8	5.957,8	6.636,5
5. Private Disposable Income	5.449,9	5.424,0	6.238,1	7.151,5	8.087,7	8.962,7	11.100,7	14.521,8	16.992,5	19.870,1	22.831,5	26.614,8
6. Private Savings Ratio (%)	28,0	20,8	25,0	23,3	29,8	29,4	29,0	28,1	26,7	29,5	30,1	27,5
7. Total Domestic Savings	976,1	950,3	1.062,5	1.251,0	2.339,0	2.572,1	3.910,9	4.708,0	5.888,6	7.158,0	8.159,0	8.636,7

Source: SPO

^(F) Forecast

^(T) Target

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

Sectors	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021 ^(T)	2022 ^(T)
1. Agriculture	10.8	3.7	-1.6	4.8	14.5	-7.3	4.9	2.6	2.7	1.8	-5.5	1.9
2. Industry	3.4	-0.7	1.7	8.5	19.5	7.3	4.4	-12.4	-14.7	-15	2.2	4.5
3. Construction	3.3	-16.0	-0.3	-4.5	6.5	5.7	10.6	7.6	3.9	-25.6	6.0	6.7
4. Trade-Tourism	6.0	6.1	1.4	8.5	-0.8	4.8	9.0	0.4	-2.7	-35.6	1.4	5.3
5. Transportation-Communication	-4.3	5.7	2.0	3.2	5.7	1.8	6.9	3.5	0.2	2.3	2.5	4.8
6. Financial Institutions	1.4	8.1	7.5	0.8	1.6	2.0	3.1	2.7	1.2	0.5	2.7	5.0
7. Housing Ownership	3.9	3.7	3.2	2.6	3.0	3.5	3.8	4.6	5.0	3.6	1.0	3.2
8. Self-Employment and Services	4.3	1.5	2.3	8.8	9.5	3.6	7.7	5.3	1.3	-16.0	6.5	6.6
9. Public Services	2.8	1.9	1.4	-0.1	0.1	-0.2	-0.8	1.3	3.7	-1.5	3.5	6.1
10. Import Taxes	3.9	8.9	-2.1	7.9	-9.6	9.0	0.5	2.4	3.6	-16.4	3.5	3.2
11. GDP	3.9	1.8	1.1	4.8	4.0	3.6	5.4	1.3	0.2	-16.2	2.7	5.0
12. Net Factor Income from Abroad	27.1	-174.5	35.3	40.5	41.9	133.0	-38.4	23.3	10.9	4.4	2.6	1.4
GNP	4.0	0.5	1.3	4.9	4.1	3.8	5.5	1.3	0.2	-16.2	2.7	5.0

Source: SPO, TRNC Statistical Institute

^(F) Forecast

^(T) Target

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

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

Source: SPO, TRNC Statistical Institute

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

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

Source: SPO, TRNC Statistical Institute

Table B.45: TRNC and TR Inflation Rates

Years	TRNC	TR	Years	TRNC	TR	Years	TRNC	TR
1984	70.7	49.7	1998	66.5	69.7	2012	3.60	6.16
1985	43.0	44.2	1999	55.3	68.8	2013	10.22	7.40
1986	48.1	30.7	2000	53.2	39.0	2014	6.49	8.17
1987	43.0	55.1	2001	76.8	68.5	2015	7.78	8.81
1988	62.6	77.1	2002	24.5	29.8	2016	10.19	8.53
1989	51.8	64.3	2003	12.6	18.4	2017	14.68	11.92
1990	69.4	60.4	2004	11.6	9.3	2018	29.96	20.30
1991	46.3	71.1	2005	2.7	7.7	2019	11.66	11.84
1992	63.4	66.0	2006	19.2	9.7	2020	15.03	14.60
1993	61.2	71.1	2007	9.4	8.4	2021	46.09	36.08
1994	215.0	125.5	2008	14.5	10.1	2022	110.42	78.62
1995	72.2	76.1	2009	5.7	6.5			
1996	87.5	79.8	2010	3.2	6.4			
1997	81.7	99.1	2011	14.7	10.4			

Source: SPO, CBRT, TRNC Statistical Institute

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

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

Source: SPO, TRNC Statistical Institute

Table B.47: Minimum Wage

Years	Minimum Wage (TRY)	Effective Date
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	960	01.02.2007
2008	1.060	01.01.2008
2008	1.190	01.09.2008
2009	1.237	01.10.2009
2011	1.300	01.01.2011
2013	1.415	01.01.2013
2014	1.560	01.01.2014
2014	1.675	01.11.2014
2015	1.730	01.09.2015
2016	1.834	01.07.2016
2017	2.020	01.02.2017
2017	2.175	01.07.2017
2018	2.365	01.03.2018
2018	2.620	01.09.2018
2019	3.150	01.02.2019
2019	3.400	01.08.2019
2020	3.820	01.02.2020
2021	4.400	01.02.2021
2021	4.970	01.09.2021
2022	7.000	01.01.2022

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

Table B.48: Fuel Retail Prices

Date	Unleaded Gas		Euro Diesel	Diesel	Petroleum
	95 Octane	98 Octane			
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
29.05.2021	6.51	6.64	6.04	5.61	5.95
22.06.2021	6.96	7.09	6.52	-	6.37
13.07.2021	7.45	7.60	6.91	-	6.67
24.08.2021	7.35	7.50	6.81	-	6.57
06.10.2021	7.84	7.99	7.30	-	7.27
28.10.2021	8.80	8.96	8.44	-	8.39
18.11.2021	9.17	9.30	8.78	-	8.75
07.12.2021	10.37	10.58	10.09	-	9.99
15.12.2021	11.65	11.89	11.23	-	11.13
28.01.2022	12.60	12.84	12.55	-	12.67
16.02.2022	13.70	13.94	13.55	-	13.36
04.03.2022	14.73	14.97	14.62	-	14.13
10.03.2022	18.75	19.00	21.07	-	19.47
17.03.2022	17.33	17.58	18.07	-	17.02
23.03.2022	18.57	18.82	20.88	-	20.12
15.04.2022	18.14	18.38	19.78	-	18.44
27.05.2022	23.54	23.81	22.19	-	21.58
09.06.2022	26.00	26.08	27.00	-	25.50

Source: Ministry of Economy and Energy

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

Years	Turkey	EU Countries	Other EU Countries	Middle Eastern Countries	Other Countries	Total Exports
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
2021	62,658,331	1,919,596	6,064,178	33,391,931	23,708,999	127,850,215
2021	62,658,331	1,919,596	6,064,178	33,391,931	23,708,999	127,850,215

Source: Department of Trade

Table B.50: 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
2007	1,044,965,855	248,220,981	111,304,222	40,423,905	66,253,726	28,022,604	1,539,191,293
2008	1,172,502,792	236,344,802	109,156,742	78,503,072	56,482,297	27,673,475	1,680,657,180
2009	923,438,219	205,604,209	87,720,997	30,311,431	52,507,371	26,582,965	1,326,165,192
2010	1,137,378,970	251,285,189	90,266,660	29,873,873	69,000,395	26,375,578	1,604,180,665
2011	1,165,712,306	286,204,302	82,493,886	42,982,735	87,880,256	34,654,478	1,699,927,963
2012	1,234,214,030	247,749,409	81,109,808	28,245,460	81,484,144	31,111,112	1,703,913,963
2013	1,155,334,547	257,018,820	113,400,316	59,110,065	86,239,017	28,323,666	1,699,426,431
2014	995,563,199	238,330,438	125,280,677	70,915,525	75,481,630	33,204,743	1,538,776,212
2015	967,563,226	271,360,515	115,042,857	45,084,868	70,781,057	30,744,861	1,500,577,384
2016	940,845,300	326,806,415	133,943,157	51,872,616	69,557,193	34,165,573	1,557,190,254
2017	1,043,002,512	387,506,424	150,130,828	61,166,015	87,668,520	48,929,706	1,778,404,005
2018	1,068,509,898	356,271,158	149,333,076	90,732,549	100,527,838	50,989,832	1,816,364,351
2019	927,163,386	287,971,697	152,984,913	85,855,064	95,200,820	38,744,575	1,587,920,455
2020	796,337,535	223,453,962	158,824,652	41,758,202	58,579,965	38,855,264	1,317,809,580
2021	1,453,938,593	214,196,435	142,464,267	57,868,098	348,538,812	42,947,609	2,259,953,814

Source: Department of Trade

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

Years	Ercan	Kyrenia	Famagusta	Karpasia	Total
2015	1,693,694	60,733	19,196	342	1,773,965
2016	1,785,746	57,513	19,004	295	1,862,558
2017	1,794,483	71,619	21,668	283	1,888,053
2018	1,968,345	84,974	26,260	382	2,079,961
2019	1,973,844	70,097	24,575	476	2,068,992
2020	426,545	35,766	5,312	24	467,647
2021	575,044	51,815	11,189	103	638,151
2022 (January - June)	590,990	35,561	13,083	82	639,716

Source: Tourism Planning Department

Table B.52: Total Border Gate Entries in 2020 - 2021 (Number of persons)

Nationality	TRNC		Southern Cyprus		Other Countries		Total	
	2021	2022	2021	2022	2021	2022	2021	2022
January	10,058	96,086	134	173,327	959	68,131	11,151	337,544
February	16,030	122,830	213	176,744	907	74,437	17,150	374,011
March	42,395	125,519	1,099	204,509	2,484	107,582	45,978	437,610
April	44,288	135,403	1,165	231,192	2,395	149,582	47,848	516,177
May	45,687	170,668	3,729	248,181	2,916	167,434	52,332	586,283
June	88,718	161,979	90,680	264,064	39,340	177,737	218,738	599,314
July	89,376		119,204		57,318		265,898	
August	90,922		142,201		63,570		296,693	
September	118,394		138,218		67,400		324,012	
October	139,919		177,506		102,357		419,782	
November	120,665		167,748		86,390		374,803	
December	106,657		182,064		77,806		366,527	
Total	913,109	812,485	1,023,961	1,298,017	503,842	744,903	2,440,912	2,847,001

Source: Tourism Planning Department

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

Countries	2015	2016	2017	2018	2019	2020	2021	2022 (January - June)
Turkey	588,045	621,819	710,889	776,428	773,936	154,686	265,911	282,499
TRNC	52,335	53,224	55,613	49,344	50,560	42,410	64,329	20,868
Other	235,661	249,079	348,471	317,434	336,184	68,229	71,276	94,837
Grand Total	876,041	924,122	1,114,973	1,143,206	1,160,680	265,325	401,516	398,204

Source: Tourism Planning Department

ANNEX C. NOTES

Money Supply

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

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

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

M2= M1 + Time Deposits in the Banks

Deposits and Loans

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

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

Bank

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

Other Points Related to the Bulletin

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

Banking Sector

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

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

Monetary Data of the Banking Sector

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

Central Bank of the TRNC

Bulletin - 2022 / II

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