



CENTRAL BANK OF THE TRNC

QUARTERLY BULLETIN



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I: FOREWORD

In the Global Economic Prospects Report published by the World Bank in June 2023, it was projected that the global economic growth rate would slow down significantly in 2023 due to the ongoing tight monetary policies to curb high inflation and that the global economy, which grew by 3.1 percent in 2022, would grow by 2.1 percent in 2023. The Economic Outlook Report published by the OECD in June 2023 underlined that central banks should maintain their tight monetary policies until there are clear signs that inflationary pressures have abated. At its meetings held in the second quarter of 2023, the CBRT Monetary Policy Committee (MPC) raised the policy rate, the one-week repo rate, from 8.5 percent in June to 25 percent in August.

In the second quarter of 2023, month-on-month inflation rates in the TRNC were realized as 5.30 percent, 3.62 percent and 11.44 percent in April, May and June, respectively. In the second quarter of 2023, year-on-year inflation rates were 67.34 percent in April, 62.61 percent in May and 65.43 percent in June. At the end of June 2023, the sectors with the highest annual price increases were education with 146.62 percent, entertainment and culture with 117.48 percent, restaurants and hotels with 98.06 percent and clothing and footwear with 82.12 percent. As of end-June 2023, the lowest annual price increase was recorded in transportation with 27.50 percent.

In the first six months of 2023, the number of arrivals by air and sea increased by 40.2 percent compared to the same period of the previous year and remained close to the figures of the first six months of 2019. The number of passengers arriving by air and sea in April, May and June 2023 was 126,945, 154,323 and 160,221, respectively. In the first half of 2023, total number of passengers arriving was 779,575. In the first six months of 2022, the number of people, excluding TRNC nationals, entering the country through border gates was 2,315,080, while this figure reached 2,428,213 in the same period of 2023. In the second quarter of 2023, the number of arrivals through border gates increased to 766,913 for Southern Cyprus nationals and 583,242 for citizens of other countries.

In the second quarter of fiscal 2023, budget revenues and budget expenditures amounted to 7,815.7 million TRY and 7,948.2 million TRY, respectively. Thus, public finances recorded a deficit of 132.5 million TRY in the second quarter of 2023. The tax revenues item, which has the largest share in budget revenues, increased by 111.9 percent compared to the same period of the previous year and amounted to 5,680.3 million TRY. The non-tax revenues item, which has the second largest share in budget revenues, was recorded as 1,088.2 million TRY in the second quarter of 2023. In the second quarter of 2023, the two items with the largest shares in budget expenditures were current transfers and personnel expenditures, amounting to 4,103.7 million TRY and 1,194 million TRY, respectively.

In the second quarter of 2023, a total of 1,718.5 million TRY was borrowed through Government Domestic Borrowing Bonds (GDBB) auctions and 628 million TRY was repaid through GDBB auctions. In the second quarter of 2023, the Central Bank did not extend any short-term advances to the Ministry of Finance. In the second quarter of 2023, the Ministry of Finance made a net borrowing of 1,090.5 million TRY.

Total assets of the banking sector, which stood at 136,913.8 million TRY at end-March 2023, rose by 34.61 percent quarter-on-quarter to 184,296.4 million TRY at end-June 2023. In the related period, cash and cash equivalents increased by 29.16 percent, SP by 69.2 percent, gross loans by 26.41 percent and other assets by 41.6 percent. In the

second quarter of 2023, gross loans accounted for the largest share in the sector's total assets with 41.59 percent. Gross loans are followed by cash and cash equivalents with 31.44 percent, SP with 17.36 percent and other assets with 9.61 percent. As of June 2023, 82.74 percent of total liabilities were composed of deposits, 6.51 percent of equity, 5.95 percent of loans to banks and 4.8 percent of other liabilities. As of June 2023, business loans amounting to 54,307.9 million TRY ranked first among loan types, while consumer loans amounting to 13,483.3 million TRY ranked second. As of June 2023, 85.58 percent of deposits were FX deposits and 14.42 percent were TRY deposits, while the ratio of TRY deposits to loans excluding NPLs was 123.57 percent and the ratio of FX deposits to loans was 35.78 percent.

In the second quarter of 2023, the capital adequacy standard ratio (CAR) of the banking sector decreased by 0.3 points quarter-on-quarter and stood at 15.11 percent, above the legal limit of 10 percent.

I would like to express my gratitude to all of our dedicated employees who have played a crucial role in the compilation of this bulletin. This publication provides a comprehensive overview of the TRNC banking sector, incorporating current key indicators from selected economies, as well as detailed insights into the TRNC economy as of the second quarter of 2023. It is my sincere hope that this bulletin proves to be informative and beneficial to those who have an interest in this subject.

Regards,



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II: ABBREVIATIONS

EU	European Union
USA	United States of America
ECB	European Central Bank
ATM	Automated Teller Machine/Cash Dispenser
IMM	Interbank Money Market
BoE	Bank of England
Brexit	Withdrawal of the United Kingdom from the European Union
GDBB	Government Domestic Borrowing Bond
SPO	State Planning Organization
WTO	World Trade Organization
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
STA	Short-Term Advances
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
TÜK	Soil Products Board
IBU	International Banking Unit
IEA	International Energy Agency
FX	Foreign Exchange
NEP	New Economic Program
D-PPI	Domestic Producer Price Index
\$/Dollar/USD	US Dollar
€/EUR	Euro
£/GBP	Pound Sterling

III: DEFINITIONS

Gross Loans: Loans + Non-Performing Loans

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

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1 INTERNATIONAL DEVELOPMENTS

1.1 OVERVIEW AND CURRENT DEVELOPMENTS

In the Global Economic Prospects Report published by the World Bank in June 2023, it is projected that the global economy, which grew by 3.1 percent in 2022, will slow down significantly and grow by 2.1 percent in 2023 due to the ongoing tight monetary policies to rein in high inflation. Tight global financial conditions and weakening external demand are expected to put pressure on the growth rates of emerging economies. In 2024, the global economy is expected to experience a moderate recovery and grow by 2.4 per cent. The World Bank report forecasts a gradual decline in global inflation if global growth continues to slow, labour demand declines in many economies and commodity prices remain stable. However, as core inflation is expected to remain above central bank targets in many countries throughout 2024, it was emphasised that the decline in global inflation will be slow.

In the related report, it was mentioned that tighter monetary policy implementations will continue if inflationary pressures become persistent, and it was also emphasised that global growth would be weaker than projected if the problems in the banking sector persist. The report also underlined that shocks such as the pandemic, the Russia-Ukraine war and the sharp tightening of global financial conditions, together with weak growth prospects and rising risks in the near term, will trigger a long-term slowdown in potential growth.

In the Economic Outlook Report published by the OECD in June 2023, it was estimated that global growth would be 2.7 per cent in 2023 and increase moderately to 2.9 per cent in 2024. It was also noted that both growth rate estimates were well below the ten-year average growth rate before the Covid-19 pandemic. The report recommends that policymakers act decisively in macroeconomic and structural policies to achieve stronger and more sustainable growth.

The OECD report emphasised that central banks should maintain their tight monetary policies until there are clear signs that underlying inflationary pressures have abated. In addition, central banks of countries that have been struggling with high core inflation for a long period of time may need to raise interest rates further.

According to the report, given the uncertainties regarding the precise impact of rapid and globally synchronised monetary policy tightening following a prolonged period of low interest rates, policymakers should monitor the results cautiously. In case monetary tightening exposes vulnerabilities in financial markets, the importance of central banks' well-timed use of policy tools to increase liquidity was emphasised. It has also been noted that clear communication by central banks will be crucial to avoid potential conflicts between price stability and financial stability.

The economic outlook report noted that financial risks will vary across economies, but generally emphasised that interest rate increases in external debt and in the banking sector's retention of domestic government bonds constitute the most significant financial risks facing emerging market economies since the global financial crisis. The report states that emerging economies with high external debt include Argentina, Chile, Colombia, Malaysia, South Africa, Colombia, Malaysia, South Africa and Turkey, and that the short-term external debt of these economies is more than 15 per cent of their GDP in 2022.

Table 1.1: GDP Results and Forecasts

	2021	2022	2023 ¹	2023 ²	2024 ¹	2024 ²
IMF	6.2	3.5	3.6	3.0	3.1	3.0
World Bank	6.0	3.1	2.8	2.1	2.7	2.4
OECD	6.1	3.3	3.6	2.7	2.7	2.9

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 2023, it was stated that consumer inflation in the Republic of Turkey declined to 38.2 percent on an annual basis at the end of the second quarter of 2023, but monthly price increases regained momentum as of June. In the aforementioned report, it was indicated that the rise in Consumer Price Index (CPI) inflation in June was primarily attributed to persistent rigidity in services inflation, adverse trends in food prices, and the marked depreciation of the Turkish Lira during the corresponding period.

In the Inflation Report, the CPI is projected to be 58 percent by the end of 2023, falling to 33 percent by the end of 2024 and 15 percent by the end of 2025. The report emphasized that the updated inflation forecasts

are predicated on a policy framework committed to decisively implementing a monetary stance aimed at steering inflation towards the 5 percent target over the medium term.

1.2 ECONOMIC AND FINANCIAL OUTLOOK

1.2.1 GROWTH

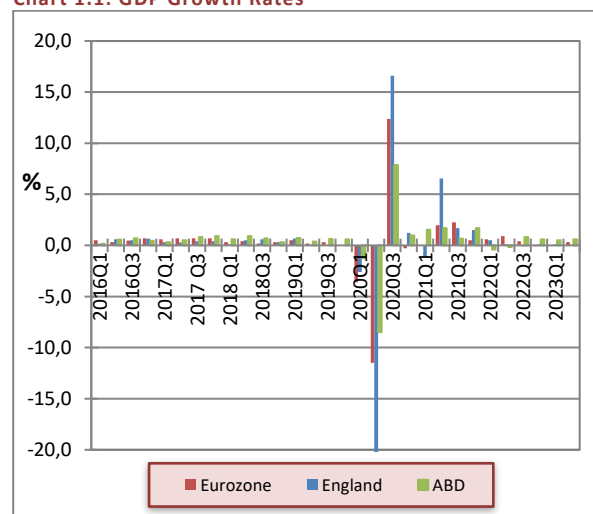
Per the upwardly revised final data, the US economy experienced a 2.0 percent annual growth in the first quarter of 2023, surpassing market expectations. The growth in the first quarter of 2023 was propelled by rises in consumer spending and exports, yet the decrease in private sector fixed capital investments acted as a constraint on the overall increase in GDP.

According to the data released by ONS, UK economic growth was 0.1 per cent in the first quarter of 2023. An analysis of the UK's GDP using the production method indicates that in the services, construction, and manufacturing sectors, there were contributions to growth of 0.1 percent, 0.4 percent, and 0.1 percent, respectively, on a quarter-on-quarter basis. According to monthly economic growth forecasts, following a 0.2 per cent growth in April 2023 compared to the previous month, a 0.1 per cent decline was recorded in May 2023.

According to data released by EUROSTAT, the Eurozone economy contracted by 0.1 percent in seasonally adjusted terms in the first quarter of 2023 compared to the previous quarter. Thus, the regional economy, which contracted for two consecutive quarters, technically entered a recession. In the first quarter of 2023, annual GDP growth in the Eurozone stood at 1.0 percent. According to the chained volume index, the Turkish economy grew by 4.0 percent year-on-year in the first quarter of 2023, in line with market expectations. Seasonally and calendar adjusted GDP increased by 0.3 percent quarter-on-quarter. Thus, in the first quarter of 2023, the Turkish economy recorded an economic growth performance close to its long-term average, despite losing some momentum due to the earthquake disaster. According to the first estimate of the second quarter of 2023, the Turkish economy grew by 3.8 percent year-on-year, according to the chained volume index. Seasonally and calendar adjusted GDP increased by 3.5 percent quarter-on-quarter. In the

second quarter of 2023, the calendar-adjusted GDP chained volume index grew by 5 percent year-on-year.

Chart 1.1: GDP Growth Rates



Source: OECD

Based on the expenditure method, private consumption expenditures continued to be the largest contributor to GDP in the first quarter of 2023, as they were in the last quarter of 2022, contributing 10.9 points. Public expenditures contributed by 0.7 points. Net exports slowed economic growth by -2.8 points, while investment expenditures contributed by 1.2 points. Net exports dragged down economic growth due to the increase in imports and the weak performance of exports.

Utilizing the expenditure method, it was observed that in the Turkish economy, the growth rates of components comprising the GDP were 15.5 percent for private consumption expenditures and 5.3 percent for public expenditures. In the related period, investment expenditures increased by 5.1 per cent. In the second quarter of 2023, imports of goods and services increased by 20.3 percent year-on-year in chained volume index terms, while exports of goods and services decreased by 9.0 percent.

1.2.2 INFLATION

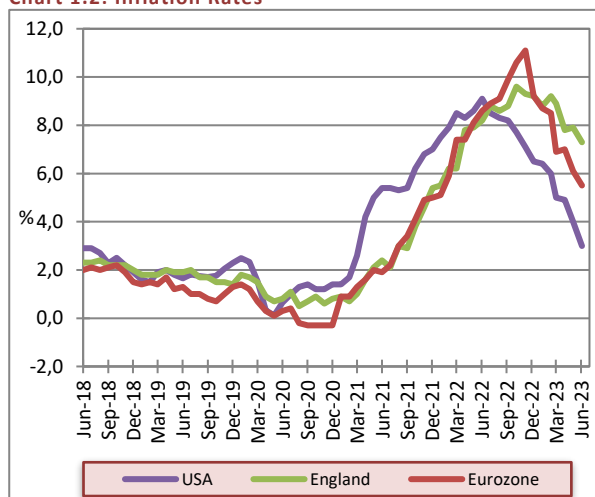
Annual CPI inflation in the US was 4.3, 3.8 and 3.0 percent in April, May and June 2023, respectively. The annual CPI inflation in the US for March 2023 was revised downwards to 4.2 percent. On a monthly basis, US CPI increased by 0.6 percent in April, 0.2 percent in May and 0.5 percent in June.

According to the data released by ONS, the annual CPI increase in the United Kingdom in January, February and March 2023 was 8.8 percent, 9.2 percent and 8.9 percent, respectively. In addition, annual CPI inflation in the United Kingdom was 7.8 per cent in April, 7.9 per cent in May and 7.3 per cent in June 2023. In the UK, falling fuel prices made the largest downward contribution to the monthly change in annual CPI inflation in June 2023. Despite an increase in food prices during this period, the rise was less pronounced than in June 2022, resulting in a relative easing of price levels on an annual basis.

According to EUROSTAT data, the harmonised annual CPI inflation in the euro area increased by 7.0, 6.1 and 5.5 percent in April, May and June 2023, respectively. In June 2023, annual inflation in the Eurozone was primarily propelled by food, alcohol, and tobacco products, which contributed the most significantly at 11.7 percent, followed by industrial products (excluding energy) with the second-highest contribution of 5.5 percent. Services contributed 5.4 percent, while energy prices fell by 5.6 percent.

According to the data released by the Turkish Statistical Institute (TURKSTAT), monthly CPI inflation was 9.49 percent and annual inflation was 47.83 percent in July 2023. In July 2023, the Domestic Producer Price Index (D-PPI) registered an 8.23 percent increase on a month-on-month basis and a significant 44.50 percent rise on a year-on-year basis. According to the main expenditure groups, the highest annual price increases were restaurants and hotels with 82.62 percent and health with 75.95 percent. The main expenditure group with the lowest increase compared to the same month of the previous year was housing with 19.31 percent.

Chart 1.2: Inflation Rates



Source: OECD

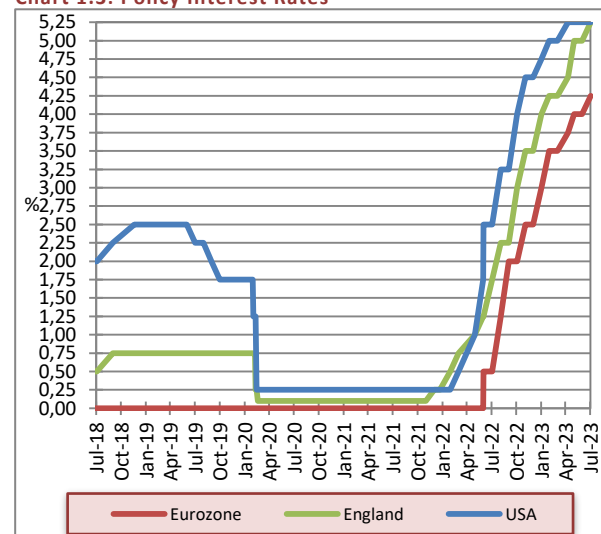
1.2.3 POLICY INTEREST RATES

At its May 2023 meeting, the Fed raised its policy rate by 25 basis points to 5.0-5.25 percent. At the monetary policy meeting held in June 2023, the Fed kept the policy rate unchanged in line with market expectations. In the statement released after the meeting, it was stated that the data on economic activity and the labour market displayed a positive outlook, but the decline in inflation was not at the desired level. Therefore, it was emphasised that the decision taken at the relevant meeting should not be interpreted as a definitive end to the monetary tightening process.

At its May 2023 meeting, the Bank of England (BoE) Monetary Policy Committee (MPC) raised the policy rate by 25 basis points to 4.50 percent. At the BoE meeting held on June 22, 2023, the policy rate was increased by 50 basis points to 5.00 percent. At the last meeting in August 2023, the policy rate was raised by 25 basis points to 5.25 percent. Thus, BoE raised interest rates for the fourteenth time in a row and raised the policy rate to the highest level of the last 15 years.

Following the monetary policy meeting held in March 2023, the European Central Bank (ECB) raised the policy interest rate by 50 basis points to 3.50 percent. At its May, June and August meetings in 2023, the European Central Bank gradually raised the policy interest rate to 4.25 percent with 25 basis point increases. In the text published after the meeting, it was stated that inflation continued to decline but was expected to remain above the target for a long period of time.

Chart 1.3: Policy Interest Rates



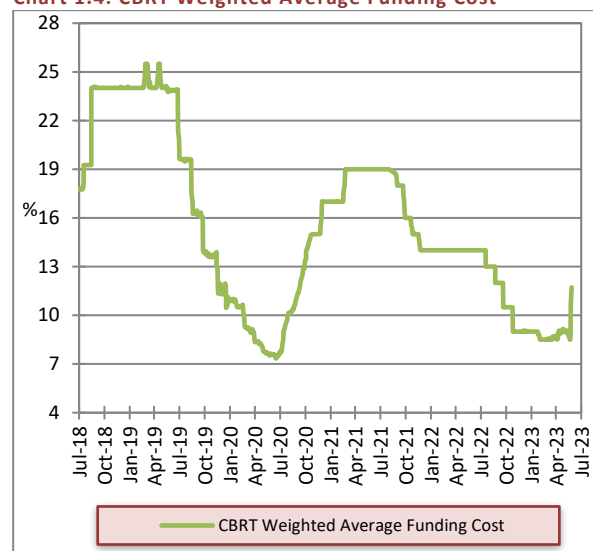
Source: FED, ECB, BoE

At the CBRT Monetary Policy Committee (MPC) meeting held on June 22, 2023, the policy rate, which is the one-week repo rate, was raised by 650 basis points to 15 percent from 8.5 percent. Thus, the CBRT MPC raised interest rates at the highest rate in recent years. On the other hand, this rapid increase was below market expectations. In the text published by the CBRT after the meeting, it was stated that it was decided to start the monetary tightening process in order to establish disinflation as soon as possible and to contain the deterioration in the pricing behaviour.

At the CBRT MPC meeting held on July 20, 2023, the policy rate was raised by 250 basis points to 17.5 percent, below market expectations. In the text published after the meeting, it was stated that the strong domestic demand, the increases in wages and exchange rates, and the rigidity in services inflation were the determinants of the high course of inflation. In addition, the text emphasises that the recent tax adjustments will also have a negative impact on inflation.

At the CBRT MPC meeting held on August 24, 2023, the policy rate was raised by 750 basis points above market expectations from 17.5 percent to 25 percent. In the text published after the meeting, it was emphasised that foreign direct investments, the improvement in external financing conditions, the ongoing increase in reserves and the support of tourism revenues to the current account would contribute strongly to price stability. In addition, the statement underlined that the Committee will simplify the existing micro and macroprudential framework in a way to enhance the functionality of market mechanisms and strengthen macro financial stability. It is stated that the simplification process will continue gradually, taking into account the impact analyses.

Chart 1.4: CBRT Weighted Average Funding Cost

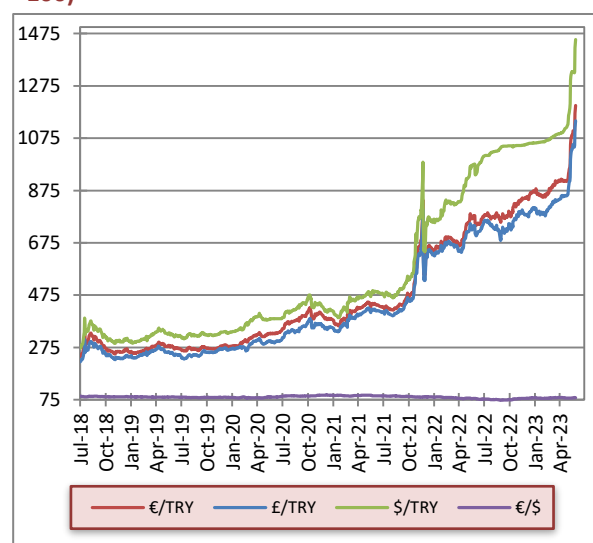


Source: CBRT

1.2.4 EXCHANGE RATES

In the second quarter of 2023, compared to the same period of the previous year, the Turkish lira depreciated by 30 per cent on average against the euro, US dollar and sterling. In the second quarter of 2022, the average FX buying rates for GBP/TRY, EUR/TRY, and USD/TRY were 19.81, 16.84 and 15.78, while the same period averages for 2023 were 25.83, 22.49 and 20.67. Considering the end-June 2022 and 2023 exchange rates, the Turkish lira depreciated by 60 per cent on average against the euro, US dollar and sterling. It is observed that the difference between average exchange rates and month-end exchange rates stemmed from the rapid increase in June 2023.

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



Central Bank of TRNC

2 EMPLOYMENT AND PRICES

2.1 EMPLOYMENT

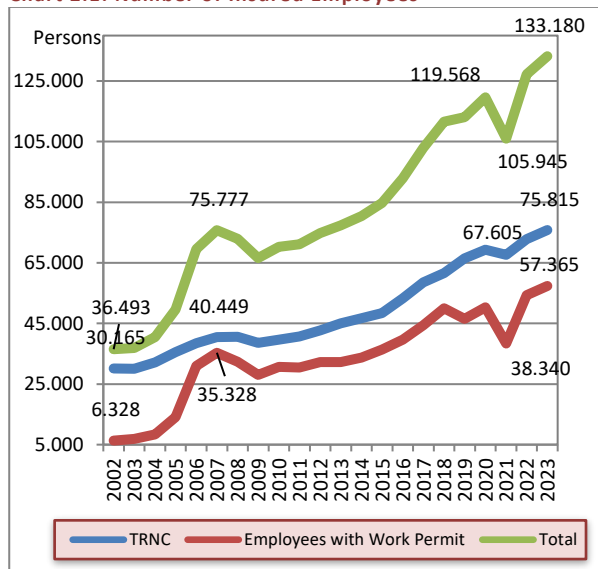
(Due to the unavailability of employment data for the fourth quarter of 2021, including November and December, as well as for the entire years of 2022 and 2023, prepared by the Labour Office, no updates could be made for these specified periods.)

2.2 EMPLOYEES REGISTERED WITH SOCIAL INSURANCE

(Due to the inability to obtain data for the period following January 2023, updates could not be made for the relevant periods.)

In 2020, due to the Covid-19 pandemic that affected the whole world, the decrease in the total number of active insured employees exceeded the pre-pandemic figures by the end of 2022. The number of registered employees, which was 119,568 before the Covid-19 outbreak, increased to 127,172 as of November 2022 and 133,180 as of January 2023. As of January 2023, the number of insured employees with work permits increased by 5.54 percent, from 54,355 to 57,365, and the number of insured employees with TRNC citizenship increased from 72,817 to 75,815.

Chart 2.1: Number of Insured Employees

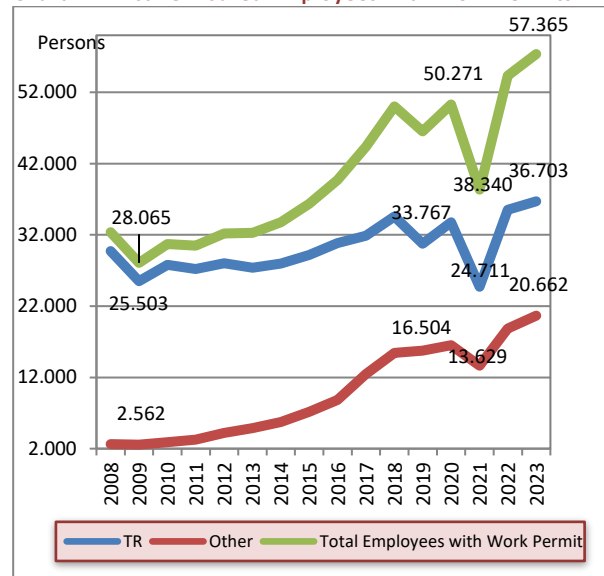


Source: Social Insurance Office

*March records were used for 2002-2019, January records were used for 2020-2021, and November records were used for 2022.

The number of insured persons with Republic of Turkey nationality, which was 33,767 at the beginning of 2020, increased to 35,509 in 2022 and reached 36,703 in January 2023, with an increase of 3.36 percent compared to November 2022. In the same period, the number of insured employees from other countries increased from 16,504 to 18,846 in November 2022 and to 20,662 in January 2023.

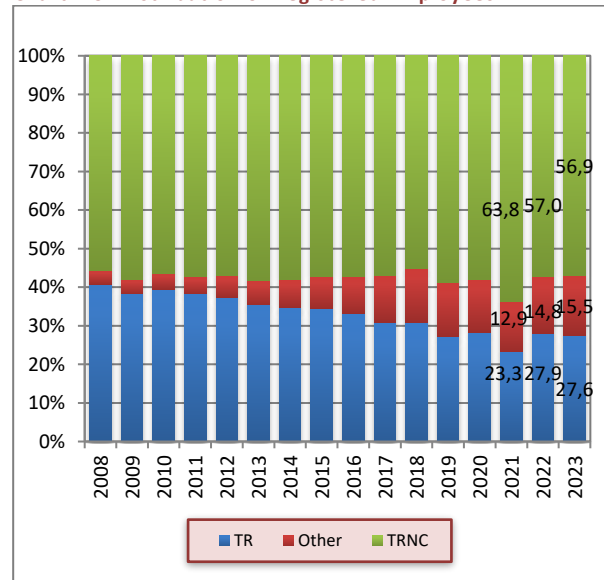
Chart 2.2: Active Insured Employees with Work Permits



Source: Social Insurance Office

As of January 2023, insured employees holding TRNC nationality constituted 56.9 percent of the total number of insured employees. In January 2023, the proportion of insured individuals holding Turkish nationality in the total insured population reached 27.6 percent. In January 2023, insured persons of other nationalities represented 15.5 percent of the total.

Chart 2.3: Distribution of Registered Employees



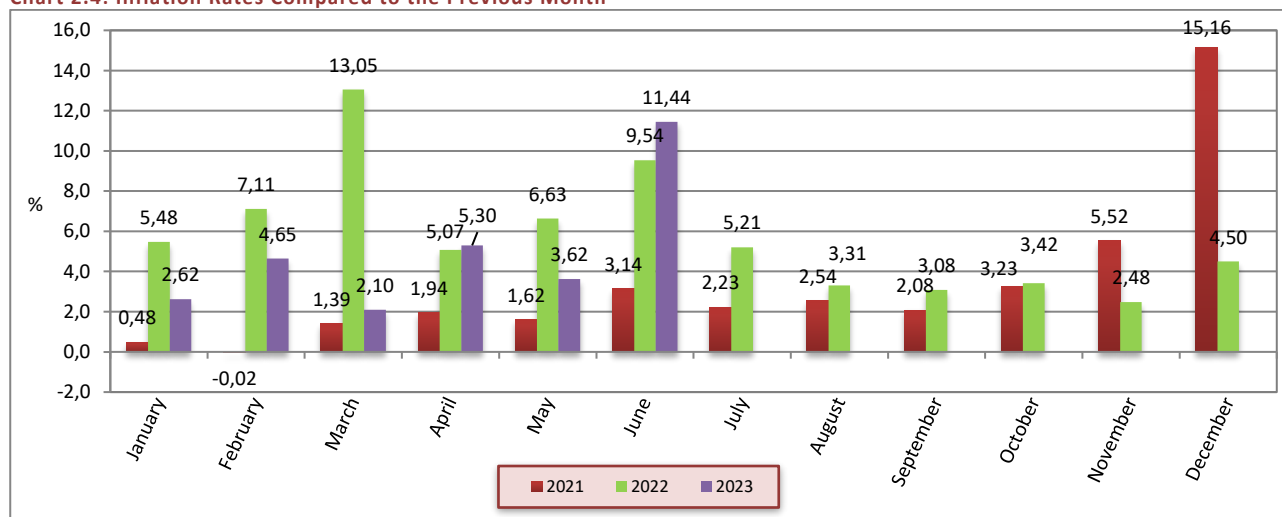
Source: Social Insurance Office

2.3 INFLATION

In the second quarter of 2023, the monthly inflation rates were 5.30, 3.62 and 11.44 percent in April, May and June, respectively. In the same period of 2022, monthly inflation rates were 5.07, 6.63 and 9.54

percent, respectively. Monthly inflation, which was 7.81 per cent on average in the first six months of 2022, was 4.96 per cent on average in the first six months of 2023.

Chart 2.4: Inflation Rates Compared to the Previous Month

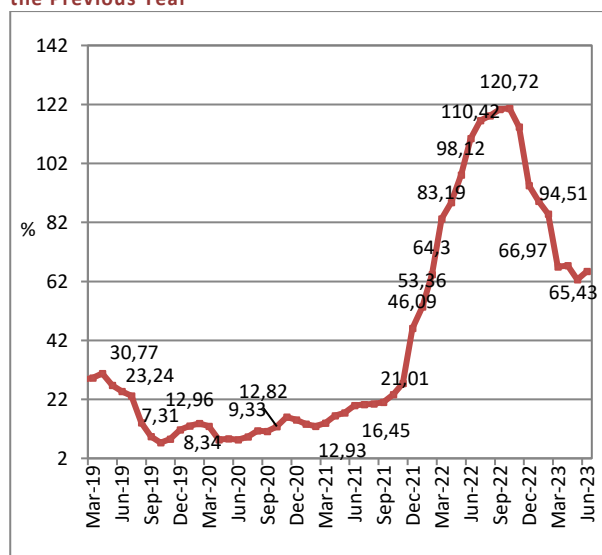


Source: TRNC Statistical Institute

In the second quarter of 2023, annual inflation rates compared to the same month of the previous year have been 67.34, 62.61 and 65.43 percent in April, May and June, respectively. In the same period of 2022, annual inflation rates were 88.81, 98.12 and 110.42 percent, respectively.

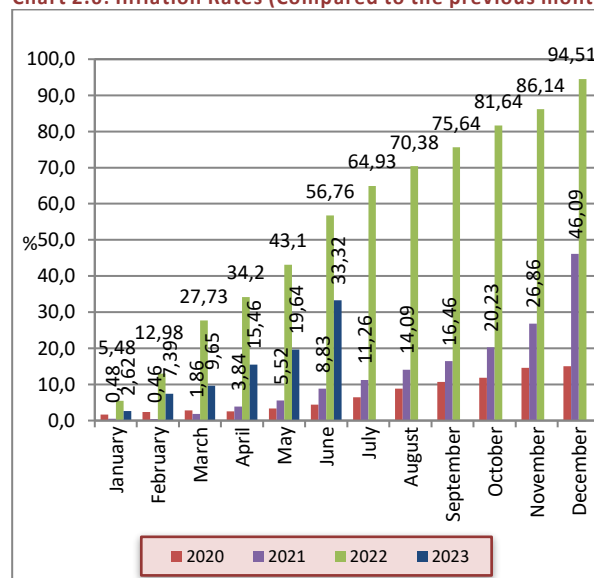
In the second quarter of 2023, inflation rates compared to December of the previous year have been 15.46, 19.64 and 33.32 percent in April, May and June, respectively. In the second quarter of 2022, inflation rates compared to December of the previous year were 34.2, 43.1 and 56.76 percent, respectively.

Chart 2.5: Inflation Rate Compared to the Same Month of the Previous Year



Source: TRNC Statistical Institute

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

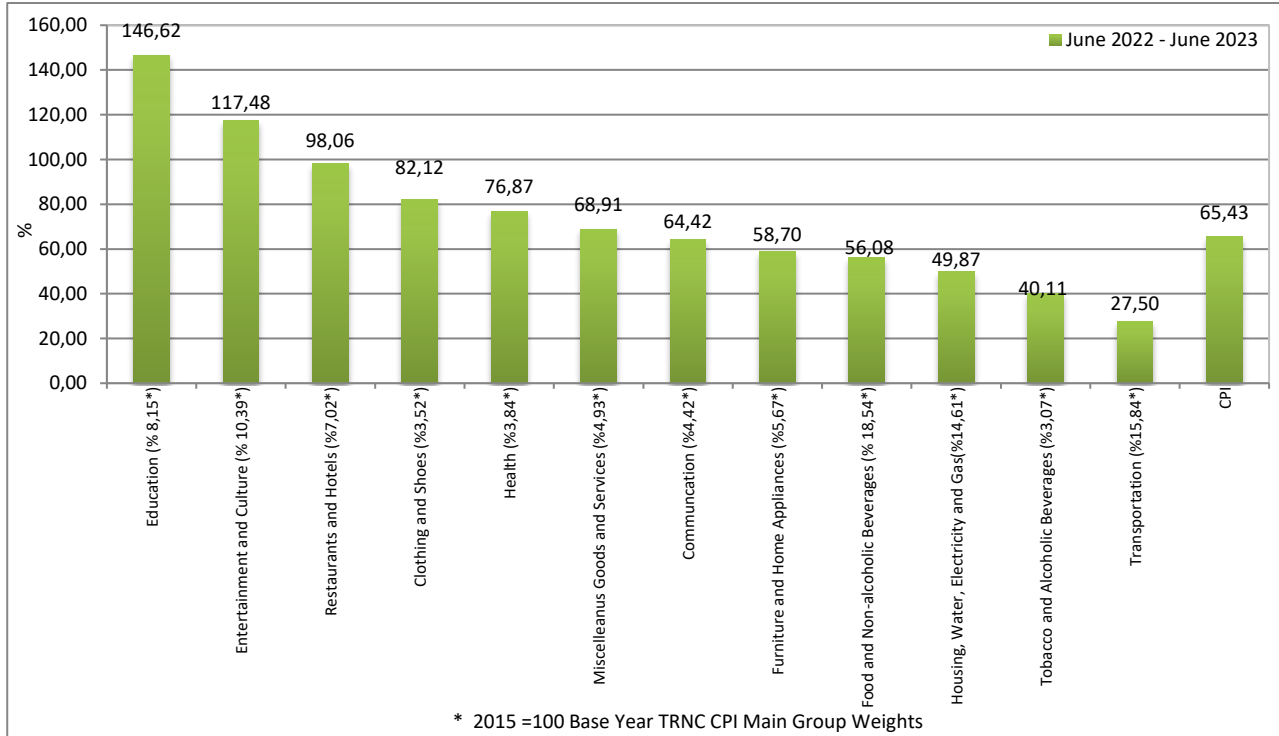


Source: TRNC Statistical Institute

As of June 2023, the expenditure groups experiencing the highest annual price increases were: education, with a 146.62 percent rise; entertainment and culture, at 117.48 percent; restaurants and hotels, increasing by 98.06 percent; and clothing and footwear, with an 82.12 percent hike.

By the end of June 2023, the smallest year-on-year increase was observed in the transportation sector, registering at 27.50 percent.

Chart 2.7: Cumulative Sectorial Inflation Rates



Source: TRNC Statistical Institute

Change rates in the Consumer Price Index for the years 2022 and 2023 are presented in Table 2.1, monthly, annually and compared to the end of previous year.

Table 2.1: Consumer Prices Index (% Change, 2015=100)

	Months	Monthly	Year-end Comparison	Year-on-year Comparison
2022	January	5.48	5.48	53.36
	February	7.11	12.98	64.3
	March	13.05	27.73	83.19
	April	5.07	34.2	88.81
	May	6.63	43.1	98.12
	June	9.54	56.76	110.42
	July	5.21	64.93	116.56
	August	3.31	70.38	118.18
	September	3.08	75.64	120.32
	October	3.42	81.64	120.72
	November	2.48	86.14	114.35
	December	4.5	94.51	94.51
2023	January	2.62	2.62	89.23
	February	4.65	7.39	84.88
	March	2.1	9.65	66.97
	April	5.3	15.46	67.34
	May	3.62	19.64	62.61
	June	11.44	33.32	65.43

Source: TRNC Statistical Institute

3 FOREIGN TRADE AND TOURISM

3.1 EXPORTS AND IMPORTS

As the export and import data for the period after December 2022, which is prepared by the TRNC Department of Trade, could not be obtained, the existing data for the relevant periods has not been updated in this publication. Data for 2022 are temporary figures that have not been confirmed.

According to export and import data released by the Department of Trade, exports increased by 2.59 per cent in US dollar currency in the fourth quarter of 2022 compared to the same period of the previous year. Exports decreased by 2.37 per cent in 2022 compared to 2021. In 2021, exports amounted to 128.6 million US

dollars, while in 2022 it decreased to 125.6 million US dollars.

Imports increased by 42.27 per cent in USD in 2022 compared to the previous year. In the fourth quarter of 2022, imports increased by 75.26 percent in October, 18.31 percent in November and 33.87 percent in December compared to the same month of the previous year. In the fourth quarter of 2022, imports increased by 39.39 per cent compared to the same quarter of the previous year.

Table 3.1: Exports and Imports

	Exports (US dollar)			Imports (US dollar)		
	2021	2022	Percentage Change	2021	2022	Percentage Change
January	9,849,487	11,054,223	12.23	115,062,257	158,937,457	38.13
February	15,494,626	15,223,305	-1.75	92,680,678	146,139,066	57.68
March	20,788,636	16,168,588	-22.22	104,678,765	159,553,775	52.42
Quarter I	46,132,749	42,446,116	-7.99	312,421,700	464,630,298	48.72
April	14,642,293	14,373,798	-1.83	115,758,505	183,452,171	58.48
May	9,728,961	11,393,293	17.11	137,365,832	170,930,461	24.43
June	11,819,561	9,552,496	-19.18	124,305,072	188,549,882	51.68
Quarter II	36,190,815	35,319,587	-2.41	377,429,409	542,932,514	43.85
July	5,856,276	8,188,082	39.82	125,870,895	159,457,448	26.68
August	8,897,030	9,851,229	10.72	130,891,732	222,134,877	69.71
September	9,663,556	7,316,129	-24.29	165,710,085	206,664,501	24.71
Quarter III	24,416,862	25,355,440	3.84	422,472,712	588,256,826	39.24
October	8,074,572	7,122,484	-11.79	128,246,681	224,771,172	75.26
November	7,132,386	7,469,606	4.73	178,172,538	210,795,400	18.31
December	6,698,629	7,881,479	17.66	153,346,769	205,278,927	33.87
Quarter IV	21,905,587	22,473,569	2.59	459,765,988	640,845,499	39.39
Year Total	128,646,013	125,594,712	-2.37	1,572,089,809	2,236,665,137	42.27

Source: Department of Trade

Note: 1) Exports to the Southern Cyprus are not included. 2) Unconfirmed figures are used.

In 2021, fuel imports, which had the largest share in imports, increased by 73.3 per cent compared to the previous year and reached 293 million USD in 2022 and ranked first with a share of 13.1 per cent in total imports.

In 2022, imports of vehicles, which had the second highest share, increased by 38.3 per cent compared to the same period of the previous year and reached 153

million USD. Construction iron, which has the third highest share, increased by 31.8 percent compared to the previous year and reached 66.9 million US dollars, with a share of 3 percent in total imports. The shares of ten selected import items within the total was 34.92 percent in 2021. This figure has become 35.69 percent in 2022. Ten selected import items increased by 45.43 percent in 2022 compared to the previous year.

Table 3.2: Main Import Goods (US dollar)

Type of Goods	2021	Share in the Grand Total	2022	Share in the Grand Total	Percentage Change
Fuel	169,378,112	10.77	293,565,696	13.13	73.32
Vehicles	110,673,459	7.04	153,050,636	6.84	38.29
Construction Iron	50,744,492	3.23	66,878,056	2.99	31.79
Clothing Industry	34,764,130	2.21	49,193,327	2.20	41.51
Alcoholic Beverages	28,403,797	1.81	44,022,523	1.97	54.99
Industrial Machinery	23,713,066	1.51	42,936,707	1.92	81.07
Mobile Phones	28,448,715	1.81	41,241,177	1.84	44.97
Animal Feeds and Additives	46,330,744	2.95	36,756,662	1.64	-20.66
Barley	27,112,088	1.72	35,667,590	1.59	31.56
Medications	29,390,314	1.87	35,031,457	1.57	19.19
Total	548,958,917	34.92	798,343,831	35.69	45.43
Grand Total	1,572,089,809		2,236,665,137		42.27

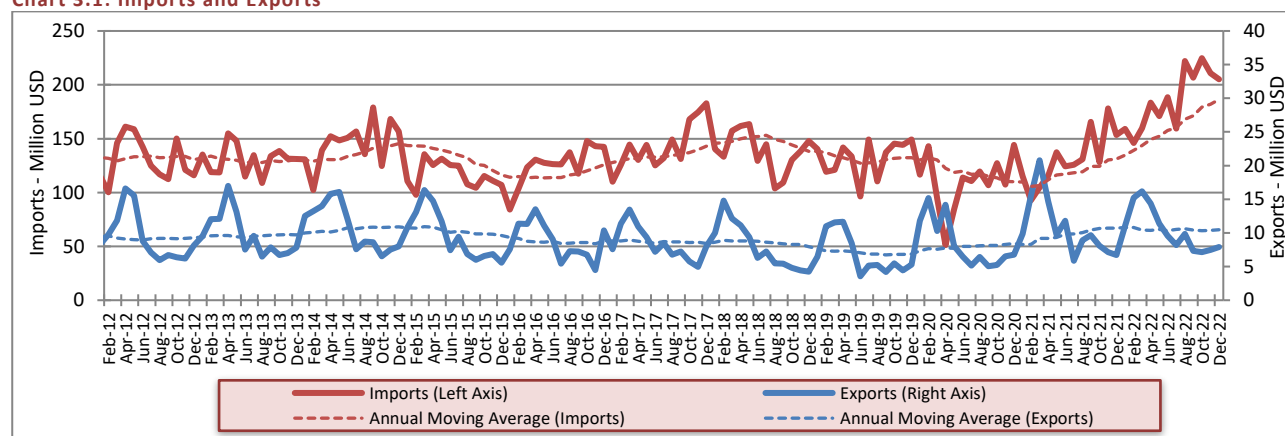
Source: Department of Trade

Note: Unconfirmed figures are used.

Analysing the TRNC exports and imports data for 11 years between the period 2011 and 2022, it is observed that the exports volume increased in the first half of each year and dropped in the second half of each year. 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. In 2022, according to tentative figures, average monthly exports are at 10.5 million USD. Examining the imports, the lowest level since August 2008 has been recorded

as 51.2 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. In 2019, the monthly average imports were 132.3 million USD, in 2021, the monthly average imports were 131.0 million USD, and in 2022, the monthly average imports increased to 186.39 million USD.

Chart 3.1: Imports and Exports



Source: Department of Trade

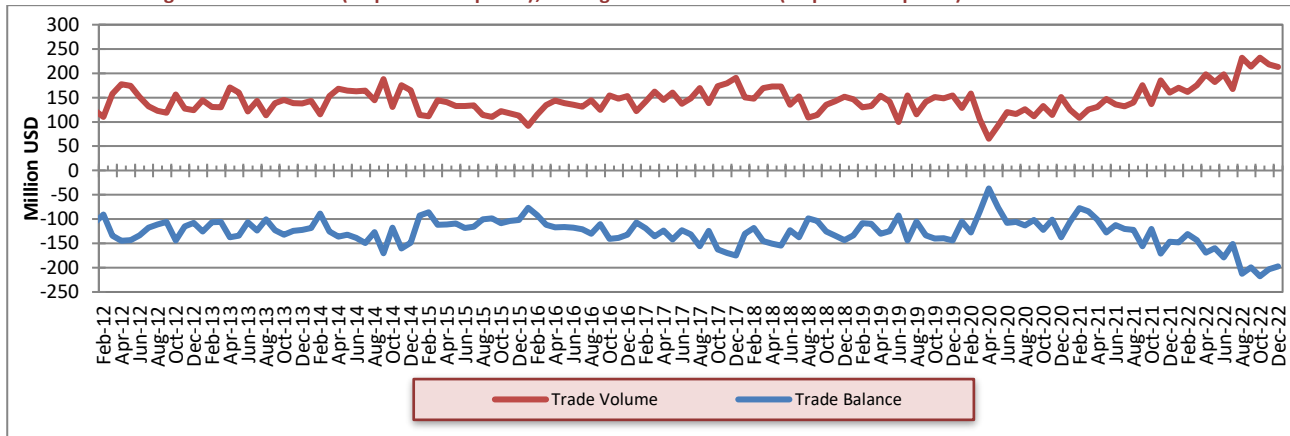
Note: Unconfirmed figures are used.

The average monthly trade volume of 118.4 million USD in 2020 reached 141.7 million USD in 2021 and 196.9 million USD in 2022.

The average monthly foreign trade deficit increased from 101.5 million USD in 2020 to 120.3 million USD in 2021 and 175.9 million USD in 2022.

Between 2006 and 2010, the ratio of exports to imports was 5 percent on average, rising to 7.3 percent between 2011 and 2015, and to 6.4 percent on average between 2016 and 2020. In 2020, the ratio of exports to imports was 8.68 percent, while it rose to 8.86 percent in 2021, before falling to 5.8 percent in 2022, according to preliminary figures.

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



Source: Department of Trade

Note: Unconfirmed figures are used.

The share of Turkey, which has the largest share in TRNC's exports, reached 53.7 percent in 2022, while the share of all other country groups except EU countries

and Middle Eastern countries decreased. Exports to Turkey reached 67.4 million USD in 2022.

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

Years	Turkey	EU Countries	Other EU Countries	Middle Eastern Countries	Other Countries
2012	51.0	7.7	1.0	35.7	4.6
2013	52.2	7.6	2.3	31.9	6.0
2014	60.1	3.7	0.6	31.1	4.5
2015	56.1	5.2	3.2	30.2	5.3
2016	62.5	10.2	0.9	22.7	3.7
2017	60.4	7.9	1.6	21.1	9.0
2018	51.7	10.3	2.5	25.9	9.6
2019	52.3	2.6	2.7	37.0	5.4
2020	49.0	2.0	10.3	31.2	7.5
2021	49.3	1.5	4.7	26.0	18.5
2022*	53.7	1.9	0.9	28.7	14.8

Source: Department of Trade

Note: Unconfirmed figures are used.

Referring to the figures for 2022, Turkey's share in imports is 68.4 percent with 1,529.79 million USD, while the share of EU countries is 11.7 percent with 262.3 million USD. Compared to 2021, imports from

Turkey, other EU countries and Middle Eastern countries increased, while imports from EU countries, Far Eastern 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
2012	72.4	14.5	4.8	1.7	4.8	1.8
2013	66.7	15.8	6.6	3.8	5.4	1.7
2014	64.7	15.5	8.1	4.6	4.9	2.2
2015	64.5	18.1	7.7	3.0	4.7	2.0
2016	60.4	20.9	8.7	3.3	4.5	2.2
2017	58.6	21.7	8.4	3.4	4.9	2.7
2018	58.8	19.6	8.2	4.9	5.5	2.8
2019	58.4	18.1	9.6	5.4	6.0	2.4
2020	60.4	17.0	12.1	3.2	4.4	2.9
2021	62.9	15.0	8.9	3.7	6.5	2.9
2022*	68.4	11.7	6.1	4.5	7.1	2.2

Source: Department of Trade

Note: Unconfirmed figures are used.

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 and in 2022, the pre-Covid-19 levels have been reached. In the first six months of 2023 compared to the same period of 2022, the number of passengers entering the country increased by 40.2 percent, close to the figures of the first six months of 2019. The number of passengers arriving by air and sea in April, May and June 2023 was 126,945, 154,323 and 160,221, respectively.

In the same period of 2019 before Covid-19, these figures were 146,768, 129,844 and 150,051. In the second quarter of 2023, the number of passengers arriving in Turkey was 441,489, 34.3 percent higher than the same period of 2022. According to these figures, the number of passengers entering the country in the second quarter of 2023 was 3.47 percent higher than the same period of 2019. In the second quarter, 356,707'si TC arriving passengers were Turkish citizens, 84,782 were from third countries.

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

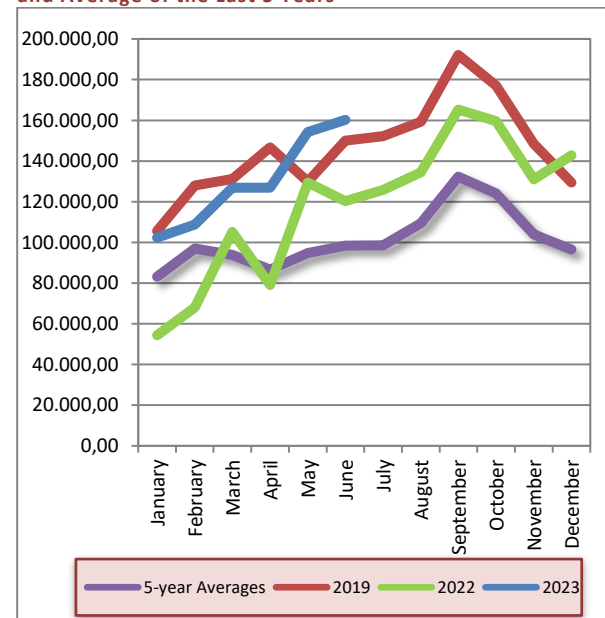
Period	Turkish Citizen			Third Country Citizen			Total		
	2022	2023	Percentage Change	2022	2023	Percentage Change	2022	2023	Percentage Change
January	45,065	85,425	89.6	9,293	16,901	81.9	54,358	102,326	88.2
February	52,582	85,693	63.0	15,385	23,132	50.4	67,967	108,825	60.1
March	79,811	96,356	20.7	25,380	30,579	20.5	105,191	126,935	20.7
Quarter I	177,458	267,474	50.7	50,058	70,612	41.1	227,516	338,086	48.6
April	57,120	100,430	75.8	21,926	26,515	20.9	79,046	126,945	60.6
May	104,061	124,346	19.5	25,281	29,977	18.6	129,342	154,323	19.3
June	95,125	131,931	38.7	25,195	28,290	12.3	120,320	160,221	33.2
Quarter II	256,306	356,707	39.2	72,402	84,782	17.1	328,708	441,489	34.3
Total	433,764	624,181	43.9	122,460	155,394	26.9	556,224	779,575	40.2

Source: Tourism Planning Department

As of 2023, the average of arrivals for the last five years is 86,554 for April, 94,837 for May and 98,410 for June.

In the first six months of 2022, the number of people, excluding TRNC nationals, entering the country through border gates was 2,315,080, while this figure reached 2,428,213 in the same period of 2023. In the second quarter of 2023, the number of entries through border gates increased to 766,913 for Southern Cyprus nationals and 583,242 for citizens of other countries.

Chart 3.3: Number of Visits in 2023 Compared to 2022, 2019 and Average of the Last 5 Years



Source: Tourism Planning Department

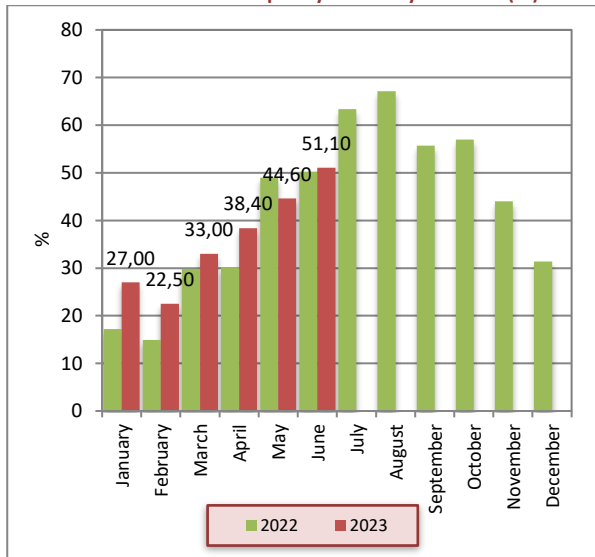
Table 3.6: Border Gate Entries to TRNC

Nationality	Southern Cyprus		Other Countries		Total	
	2022	2023	2022	2023	2022	2023
January	173,327	237,551	68,131	126,373	241,458	363,924
February	176,744	204,371	74,437	123,354	251,181	327,725
March	204,509	232,786	107,582	153,623	312,091	386,409
Quarter I	554,580	674,708	250,15	403,35	804,73	1,078,058
April	231,192	259,644	149,528	190,717	490,836	450,361
May	248,181	245,851	167,434	191,743	494,032	437,594
June	264,064	261,418	177,737	200,782	525,482	462,200
Quarter II	743,437	766,913	494,699	583,242	1,510,35	1,350,155
Total	1,298,017	1,441,621	744,849	986,592	2,315,080	2,428,213

Source: Tourism Planning Department

The occupancy rate of touristic facilities in our country has been 38.4 percent in April, 51.1 percent in May and 44.6 percent in June 2023. In the same period of 2022, occupancy rates were 30.1 percent in April, 49 percent in May and 50.2 percent in June.

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



Source: Tourism Planning Department

In the first six months of 2022 and 2023, the number of people staying in touristic facilities in TRNC was 403,896 and 506,383, respectively. Overnight stays totalled 1,394,641 and 1,617,346 in the same periods, respectively.

Table 3.7: Number of Tourist Accommodations and Overnight Stays

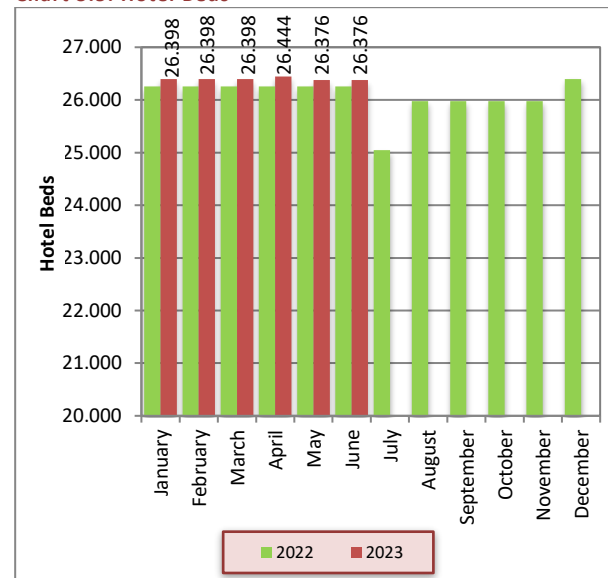
	Tourist Accommodations			Overnight Stays		
	2022	2023	Percentage Change	2022	2023	Percentage Change
TR	281,742	335,716	28.5	843,328	941,617	21.0
Other	97,700	146,164	114.2	497,150	623,192	81.0
TRNC	24,454	24,958	7.2	54,163	52,537	10.3
Total (January – June)	403,896	506,383	25.5	1,394,641	1,617,346	16.0

Source: Tourism Planning Department

Note: January-June data.

The sector's bed capacity increased from 26,258 in the second quarter of 2022 to 26,376 in the same period of 2023. The number of beds increased by 0.45 percent in 2023 compared to the second quarter of 2022.

Chart 3.5: Hotel Beds



Source: Tourism Planning Department

The overnight stays, which is obtained by dividing the total overnights by the number of tourist accommodation, was calculated as 3 nights for Turkish citizens and 5 nights for citizens of other countries in the second quarter of 2022. These figures were calculated as 3 nights for Turkish citizens and 4 nights for citizens of other countries in 2023.

4 BUDGET DEVELOPMENTS

4.1 SECOND QUARTER 2023 RESULTS

In the second quarter of fiscal year 2023, TRNC total budget revenues and total expenditures increased by 95 percent, compared to the same period of the previous year. Budget revenues and budget expenditures reached 7,815.7 and 7,948.2 million TRY in the second quarter of 2023. In the second quarter of 2022, public finance, which gave a deficit of 68.5 million TRY, has given a deficit of 132.5 million TRY in the same period of 2023.

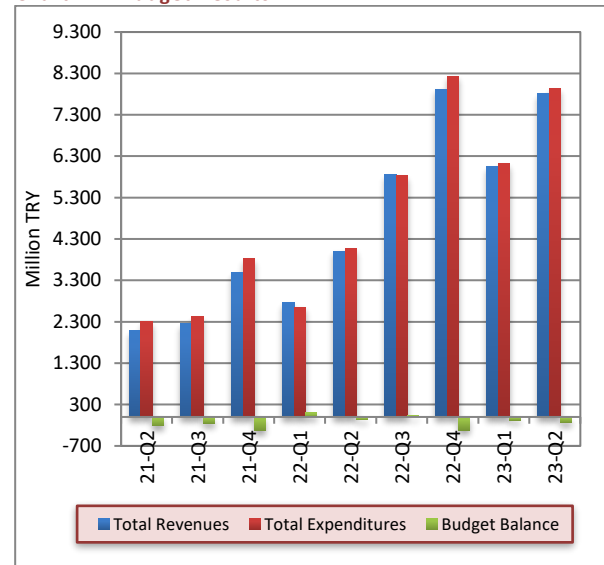
Table 4.1: Budget Balance (Million TRY)

	2022		2023		% Change
	Annual Results	April - June Results	Annual Forecast	April - June Results	
Budget Revenues	20,547.7	4,007.6	35,616.9	7,815.7	95.0
Budget Expenditures	20,796.5	4,076.1	38,293.6	7,948.2	95.0
Budget Balance	-248.8	-68.5	-2,676.7	-132.5	93.4

Source: Ministry of Finance

19.5 percent of the total budget revenues of 20,547.7 million TRY obtained in 2022 were collected in the second quarter. 21.9 percent of the total budget revenues of 35,616.9 million TRY projected for the whole of 2023 were collected in the second quarter. In 2023, 20.8 percent of 38,293.6 million TRY, estimated to be spent in the execution of services and activities has been used in the second quarter. This rate was 19.6 percent in the same period of the previous year.

Chart 4.1: Budget Results



Source: Ministry of Finance

4.2 REVENUES

As of the second quarter of fiscal year 2023, budget revenues increased by 3,808.1 million TRY compared to the same period of the previous year and amounted to 7,815.7 million TRY. In the second quarter of 2023, tax revenues item with the largest share in budget revenues increased by 111.9 percent compared to the same period of the previous year and amounted to 5,680.3 million TRY. Total tax revenues were 2,680.7 million TRY in the same period of 2022. Other revenues item, which has the second highest share in budget revenues became 1,088.2 million TRY in the second quarter of 2023 and 685.5 million TRY in the same period of the previous year. Other income item, which was 81.4 million TRY in the second quarter of 2022, amounted to 266.6 million TRY in the same period of 2023. Donations, grants and loans item amounted to 780.6 million TRY in the second quarter of 2023.

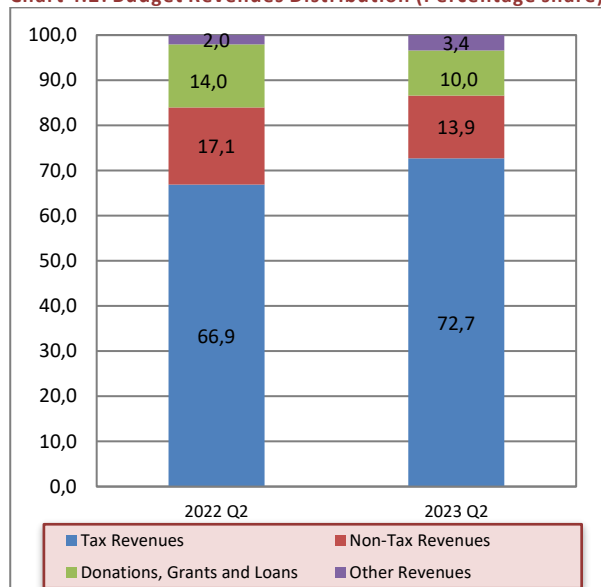
Table 4.2: Budget Revenues

	2022	2023	% Change
	April - June	April - June	
Tax Revenues	2,680.7	5,680.3	111.9
Non-Tax Revenues	685.5	1,088.2	58.7
Donations, Grants and Loans	560.0	780.6	39.4
Other Revenues	81.4	266.6	227.5
Total	4,007.6	7,815.7	95.0

Source: Ministry of Finance

While the share of tax revenues in total budget revenues was 66.9 percent in the second quarter of 2022, it has declined to 72.7 percent in the same period of 2023. In the second quarter of 2023, while the share of non-tax revenues item was 17.1 percent, it has fallen to 13.9 percent, and while the share of donations, grants and loans was 14 percent and it has declined to 13.9 percent, and while the share of other revenues, grants and loans was 14 percent and it has declined to 0 percent, compared to the same period of 2022. While the share of other revenues in total budget revenues was 2 percent in the second quarter of 2022, it rose to 3.4 percent in the same period of 2023.

Chart 4.2: Budget Revenues Distribution (Percentage share)



Source: Ministry of Finance

4.3 EXPENDITURES

As of the second quarter of 2023, total budget expenditures grew by 95 percent compared to the same period of the previous year, and increased from 4,076.1 million TRY to 7,948.2 million TRY. In the second quarter of 2023, current expenditures, personnel expenditures and service purchase expenditures items increased by 84.2, 117, and 80.5 percent, respectively, compared to the same period of 2022. In the same periods, capital expenditures and transfers and other expenditures increased by 247.2 percent and 135.4 percent, respectively, while interest expenditures decreased by 48.4 percent.

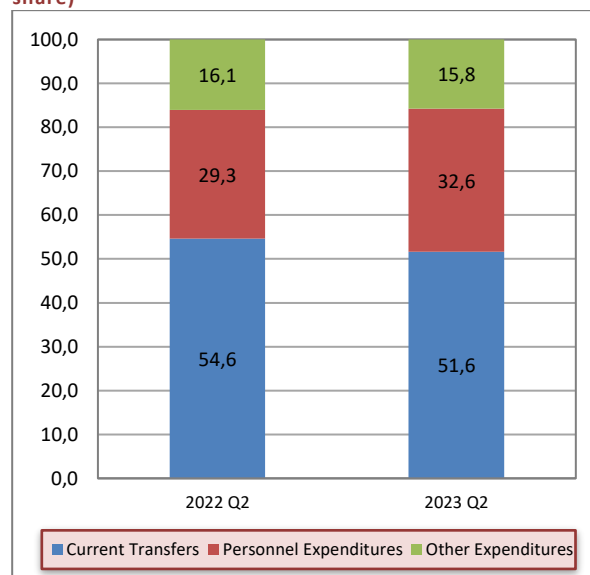
Table 4.3: Budget Expenditures (Million TRY)

	2022 April - June	2023 April - June	% Change
Current Transfers	2,227.4	4,103.7	84.2
Personnel Expenditures	1,194.0	2,591.2	117.0
Capital Expenditures and Transfers	90.6	314.6	247.2
Goods and Service Purchase Expenditures	388.8	701.8	80.5
Interest Expenditures	95.6	49.3	-48.4
Other Expenditures	79.7	187.6	135.4
Total	4,076.1	7,948.2	95.0

Source: Ministry of Finance

The share of current transfers, which constituted 54.6 percent of total budget expenditures in the second quarter of 2022, became 51.6 percent in the same period of 2023. The share of personnel expenditures item in total expenditures was 29.3 percent in the second quarter of 2022, while it has reached 32.6 percent in the second quarter of 2023. The share of personnel expenditures and current transfers in budget expenditures was 83.9 percent in the second quarter of 2022 and it has become 84.2 percent in the same period of 2023. While the share of other expenditures in total expenditures was 16.1 percent in the second quarter of 2022, it was 15.8 percent in the same period of 2023.

Chart 4.3: Budget Expenditures Distribution (Percentage share)



Source: Ministry of Finance

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

4.4 BUDGET IMPLEMENTATION RESULTS

According to the fiscal year 2023 budget estimates, total budget revenues and expenditures are projected to be 35,616.9 million TRY and 38,293.6 million TRY, respectively. Compared to 2022 budget results, budget revenues are foreseen to increase by 73.3 percent and budget expenditures increased by 53.2 percent in 2023. Tax revenues item, which has the highest share in budget revenues is foreseen to increase by 53.2 percent in 2023 and reach 20,451.1 million TRY, compared to 2022. Non-tax revenues item is projected to increase by 25.1 percent in 2023 and reach 3,860.2 million TRY, compared to the previous year. While the total donations, grants and loans item was 3,805.9 million TRY in 2022, it has increased by 182.9 percent in 2023 and amounted to 10,765.9 million TRY, compared to the previous year. Other revenues item is projected to increase by 77.1 percent and fall to 539.7 million TRY in 2023, compared to the previous year.

Current transfers item, which had the highest share in budget expenditures in 2022, has increased by 63.5 percent and reached 16,304.3 million TRY in 2023, compared to 2020. Personnel expenditures item, which has the second-highest share in budget expenditures, is projected to increase by 71 percent and reach 11,393.9 million TRY. In 2023, the capital expenditures and transfers item is expected to increase by 62.2 percent compared to 2022 and reach 2,505.7 million TRY. It is estimated that goods and services purchase

expenditure and interest expenditures will increase by 58.5 percent and 65.6 percent, respectively, in 2023 compared to the previous year. Other expenditures are expected to reach 4,968.2 million TRY.

The budget deficit, which was 248.8 million TRY in 2022, is expected to reach 2,676.7 million TRY with an increase of 975.8 percent, according to the 2023 budget forecast. At the end of the first six months of 2023, 38.9 percent of the budget revenues expected for 2023 were collected and 36.8 percent of the expected total budget expenditures were spent. For the same period of 2022, these rates were 32.9 and 32.4 percent, respectively. In the first half of 2023, 7.5 percent of the donations, grants and loans for the year were collected.

In the first half of 2023, tax revenues, non-tax revenues and donations, grants and loans increased by 114.2 percent, 89.5 percent and 43.2 percent, respectively, compared to the same period of the previous year. In the mentioned periods, current transfers, personnel expenditures and goods and service purchase expenditures items increased by 100.9, 117 and 106.3 percent, respectively. Analysing the budget results of the first six months, total budget revenues increased by 104.8 percent to 13,864.9 million TRY, while the budget expenditures increased by 135.5 percent to 14,077.6 million TRY. The first six-month budget deficit was 212.7 million TRY.

Table 4.4: Budget Implementation Results (Million TRY)

	2022 Results	2023 Projected	2022-2023 Change (%)	2022 Six-Month Results	2023 Six-Month Results	2022 Six-Month Results (%)	2023 Six-Month Results (%)	
Revenues	Tax Revenues	13,352.4	20,451.1	53.16	4,675.5	10,013.6	35.02	48.96
	Non-Tax Revenues	3,084.7	3,860.2	25.14	1,408.5	2,668.9	45.66	69.14
	Donations, Grants and Loans	3,805.9	10,765.9	182.87	560.0	801.8	14.71	7.45
	Other Revenues	304.7	539.7	77.13	124.6	380.6	40.89	70.52
	Grand Total	20,547.7	35,616.9	73.34	6,768.6	13,864.9	32.94	38.93
Expenditures	Current Transfers	9,972.2	16,304.3	63.50	3,516.3	7,064.8	35.26	43.33
	Personnel Expenditures	6,663.8	11,393.9	70.98	2,276.1	4,939.2	34.16	43.35
	Capital Expenditures and Transfers	1,544.6	2,505.7	62.22	127.2	377.3	8.24	15.06
	Goods and Service Purchase Expenditures	1,666.4	2,641.5	58.52	552.9	1,140.7	33.18	43.18
	Interest Expenditures	289.8	480.0	65.63	102.9	185.9	35.51	38.73
	Other Expenditures	659.7	4,968.2	653.10	157.0	369.7	23.80	7.44
	Grand Total	20,796.5	38,293.6	53.16	6,732.4	14,077.6	32.37	36.76
	Revenues - Expenditures	-248.8	-2,676.7	975.84	36.2	-212.7		

Source: Ministry of Finance

4.5 FINANCING BALANCE

Financing balance, which is equal to the gap between the total revenues figure (obtained by subtracting the loans extended by Turkey from the budget revenues) and budget expenditures, has had a deficit of 732.5 million TRY in the second quarter of 2023. Total loans extended by Turkey, used as a source of funding to meet the budget deficit has reached 600 million TRY in the second quarter of 2023. Domestic income item increased by 104.1 percent and reached 7,035.1 million TRY in the second quarter of 2023, compared to the same period of 2019.

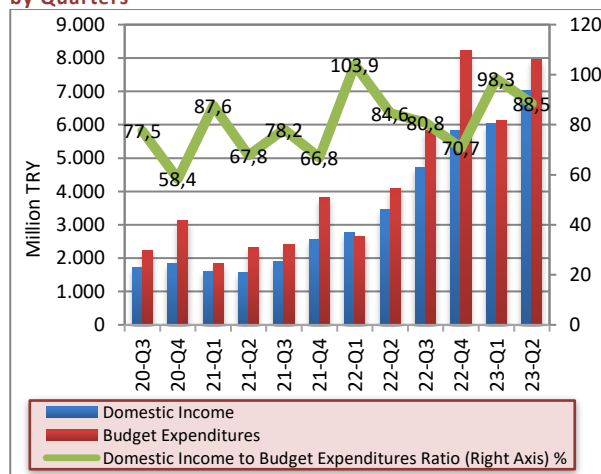
Table 4.5: Financing Balance (Million TRY)

	2022	2023
	April - June	April - June
Budget Revenues	3,447.6	7,215.7
1. Domestic Income	3,447.6	7,035.1
Tax Revenues	2,680.7	5,680.3
Non-Tax Revenues	685.5	1,088.2
Other Revenues	81.4	266.6
2. Foreign Aids	0.0	180.6
Grants Extended by Turkey	0.0	180.6
Budget Expenditures	4,076.1	7,948.2
Current Transfers	2,227.4	4,103.7
Personnel Expenditures	1,194.0	2,591.2
Capital Expenditures	90.6	314.6
Goods and Service Purchase Expenditures	388.8	701.8
Interest Expenditures	95.6	49.3
Other Expenditures	79.7	187.6
Financing Balance	-628.5	-732.5
Financing	560.0	600.0
Loans Extended by Turkey	560.0	600.0

Source: Ministry of Finance

According to the budget figures of the second quarter of 2023, the domestic income to budget expenditures ratio has reached 88.5 percent. The same ratio was 84.6 percent in the second quarter of 2022.

Chart 4.4: Domestic Income to Budget Expenditures Ratio by Quarters

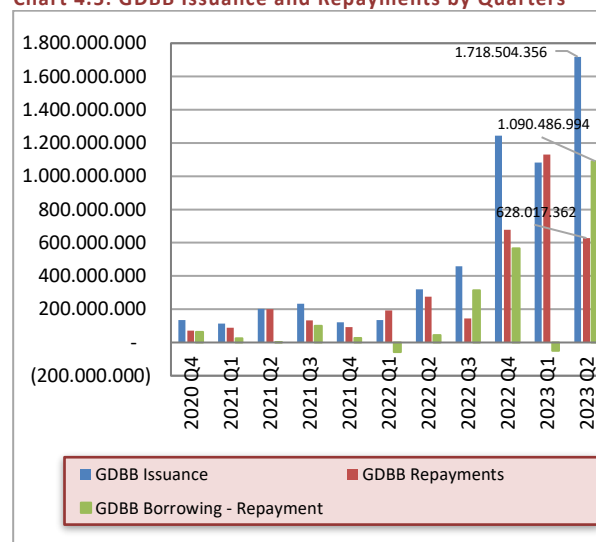


Source: Ministry of Finance

In the second quarter of 2023, a total of 1,718.5 million TRY was borrowed through Government Domestic Borrowing Bonds (GDBB) auctions and 628 million TRY was repaid through GDBB auctions. In the second quarter of 2023, the Central Bank did not extend any short-term advances to the Ministry of Finance. As of August 2022, the Treasury started borrowing in foreign currency. In foreign currency borrowings, the amounts borrowed are converted into Turkish Lira through SWAP transactions in order not to assume exchange rate risk.

In this context, all borrowings in the second quarter of 2023 were denominated in foreign currency. In the second quarter of 2023, 249.6 million TRY of the total foreign currency denominated government bond issuances were issued to meet the short-term financing needs of the Turkish Soil Products Board (TÜK), 117.7 million TRY to meet the short-term financing needs of the Social Insurance Department and 129.3 million TRY to meet the short-term financing needs of Cypfruvex İşletmecilik Ltd. A borrowing agreement is signed between the Soil Products Board, the Social Insurance Department and Cypfruvex and the TRNC Ministry of Finance for the repayment of the treasury bonds issued on credit to the TRNC Ministry of Finance under the same conditions. In the second quarter of 2023, 1,221.9 million TRY of the total FX-denominated GDBB issuance was for the budgetary needs of the Ministry of Finance.

Chart 4.5: GDBB Issuance and Repayments by Quarters

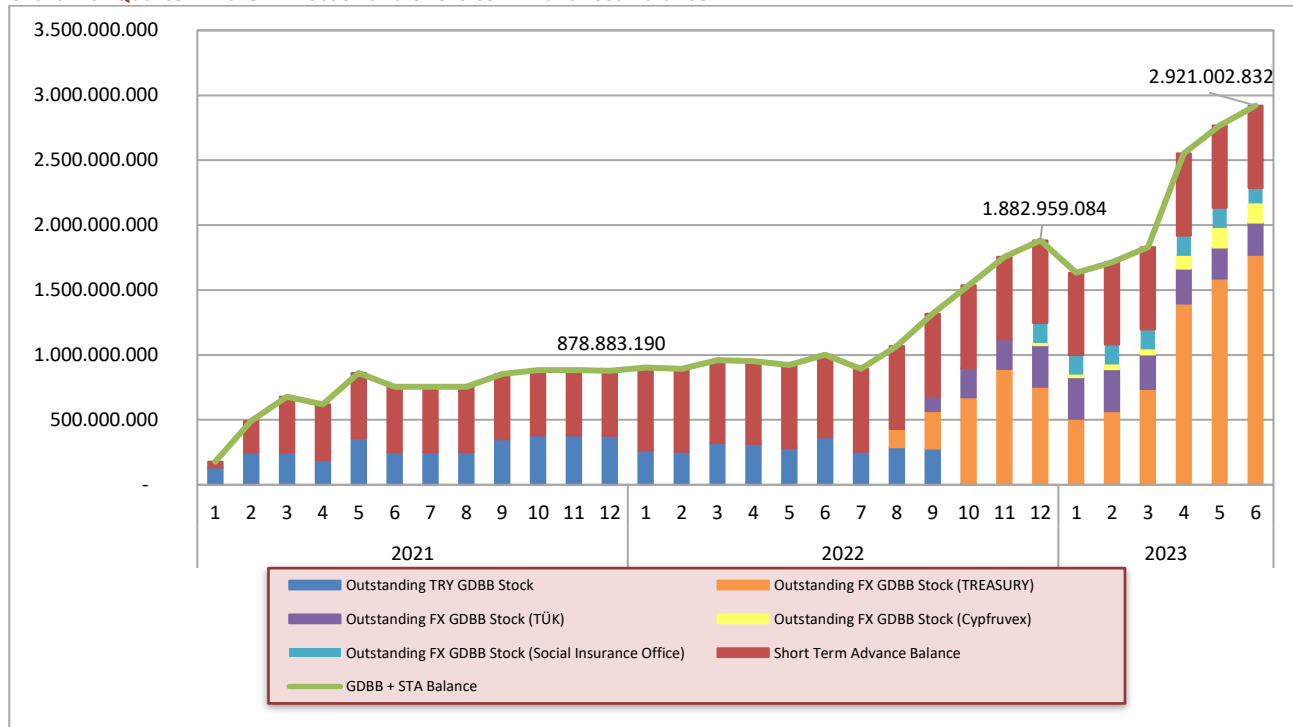


Source: Central Bank of TRNC

As of the second quarter of 2023, the total domestic debt stock formed through GDBB and short-term advances is 2,921 million TRY. At the end of 2022, the total domestic debt stock through GDBB and short term advances was 1,883 million TRY. As of the end of the second quarter of 2023, GDBB stock is 2,286.3 million TRY, and short-term advances balance is 634.7 million TRY. As of the second quarter of 2023, the Treasury's stock of foreign currency government bonds amounted to 51,380,000 US dollars and 33,150,000 euros. Foreign

currency denominated government bonds issued for TÜK, Social Insurance Department and Cypfruvex amounted to 12,142,192 USD, 6,070,849 USD and 7,077,515 USD, respectively. As of the second quarter of 2023, a total of 1,718.5 million TRY was borrowed and 628 million TRY was repaid through FX-denominated GDBB issues, resulting in a net borrowing of 1,090.5 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.

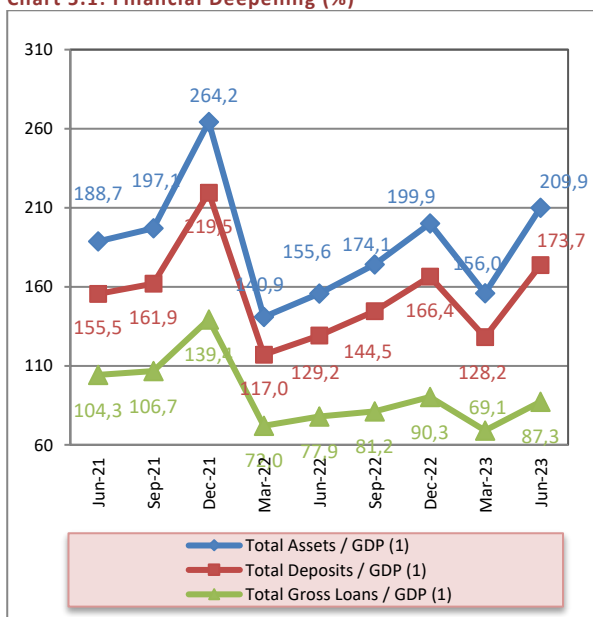
5 MONETARY AND FINANCIAL DEVELOPMENTS

5.1 OVERVIEW OF THE BANKING SECTOR

5.1.1 FINANCIAL DEEPENING

Financial deepening figures for the second quarter of 2023 have increased, compared to the previous quarter. Total gross loans to GDP ratio increased from 69.1 percent to 87.3 percent, total assets to GDP ratio from 156 percent to 209.9 percent and total deposits to GDP ratio from 128.2 percent to 173.7 percent.

Chart 5.1: Financial Deepening (%)



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

Note: (1) For 2022 and 2023, the GDP forecast figures in the Medium Term Fiscal Plan were 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 decreased from 32.76 to 31.44 percent in the second quarter of 2023, compared to the previous quarter. This rate was 31.18 percent in the same period of the previous year.

CASR (Capital Adequacy Standard Ratio), which was 15.41 percent at the end of March 2023, has decreased by 0.3 points to 15.11 percent in the second quarter of 2023.

The share of NPL in gross loans declined from 4.49 to 3.62 percent at the end of June 2023, compared to the previous quarter.

Gross loans to deposits ratio decreased by 3.62 percentage points to 50.26 percent in the second quarter of 2023, compared to the previous period.

The share of gross loans in total assets, which was 50.07 percent in June 2022, has declined to 41.59 percent in June 2023. It has decreased by 2.7 points, compared to the previous quarter.

Gross loans increased by 26.41 percent in the second quarter of 2023, compared to the previous quarter. Gross loans increased by 8.14 percent in the same period of the previous year.

Deposits increased by 7.86 percent in the first quarter of 2023, and then by 35.51 percent in the second quarter.

The financial leverage ratio, which was 12.32 at the end of March 2023, reached 14.36 in the second quarter of 2023.

Table 5.1: Performance Ratios

	2022			2023	
	Jun.	Sept.	Dec.	Mar.	Jun.
Cash and Cash Equivalents / Total Assets (%)	31.18	32.97	34.02	32.76	31.44
CASR (%)	17.67	17.26	15.33	15.41	15.11
NPL / Gross Loans (%)	3.69	3.76	4.66	4.49	3.62
Gross Loans / Total Deposits (%)	60.32	56.16	54.24	53.88	50.26
Gross Loans / Total Assets (%)	50.07	46.61	45.15	44.29	41.59
Quarterly Growth Rate on Gross Loans (%)	8.14	4.16	11.24	7.15	26.41
Quarterly Growth Rate on Gross Loans (%)	10.35	11.87	15.18	7.86	35.51
Financial Leverage ¹	11.80	11.83	12.51	12.32	14.36

Source: Central Bank of TRNC

Note: (1) Liabilities / Total 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 2023 is 55.36 percent, and the share of the top ten banks is 83.14 percent.

In terms of the size of gross loans in the same period, share of the first five banks in the sector is 55.51 percent and the share of the top ten banks is 84.28 percent.

In terms of deposit size, the share of the five largest banks in total deposits is 57.17 percent and the share of the top ten banks is 83.35 percent.

Lastly, in terms of the size of the debts to the banks item, share of the first five banks in the sector is 83.94 percent and the share of the top ten banks is 98.08 percent.

In terms of the size of shareholders' equity in the relevant period, share of the first five banks in total shareholders' equity is 57.64 percent, while the share of the top ten banks is 86.97 percent.

Table 5.2: Concentration in the Banking Sector (%)

Shares of the First Five Banks in the Sector	2022			2023	
	June	September	December	March	June
Assets	55.01	54.90	54.26	54.24	55.36
Gross Loans	57.05	56.89	56.71	55.60	55.51
Deposits	56.61	55.96	55.92	56.25	57.17
Debts to Banks	78.66	79.67	74.05	84.62	83.94
Equity	57.23	58.87	59.68	58.22	57.64
Shares of the First Ten Banks in the Sector					
Assets	80.64	80.74	81.36	82.12	83.14
Gross Loans	84.16	84.22	84.17	83.36	84.28
Deposits	82.60	82.52	82.33	82.76	83.35
Debts to Banks	96.85	96.33	93.45	97.80	98.08
Equity	84.75	85.59	86.12	86.23	86.97

Source: Central Bank of TRNC

5.1.4 BANKS, BRANCHES, BANK PERSONNEL AND ATMS

The number of banks operating in the banking sector is 21 at the end of June 2023. 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. 21	Sept. 21	Dec. 21	Mar. 22	Jun. 22	Sept. 22	Dec. 22	Mar. 23	Jun. 23
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 2023. When the distribution of branch numbers based bank groups is examined, it is

seen that 67.13 of the total number of branches are private banks, 18.06 are branch banks and 14.81 are public banks.

Table 5.4: Branches and Personnel

Number of Branches									
	Jun. 21	Sept. 21	Dec. 21	Mar. 22	Jun. 22	Sept. 22	Dec. 22	Mar. 23	Jun. 23
Public Banks	32	32	32	32	32	32	32	32	32
Private Banks	144	145	146	146	146	147	147	147	145
Branch Banks	39	38	37	37	38	38	38	38	39
Total	215	215	215	215	216	217	217	217	216

Number of Personnel									
	Jun. 21	Sept. 21	Dec. 21	Mar. 22	Jun. 22	Sept. 22	Dec. 22	Mar. 23	Jun. 23
Public Banks	509	509	502	496	494	487	503	494	484
Private Banks	2,067	2,072	2,061	2,056	2,051	2,061	2,059	2,050	2,040
Branch Banks	528	528	536	549	578	574	583	585	586
Total	3,104	3,109	3,099	3,101	3,123	3,122	3,145	3,129	3,110

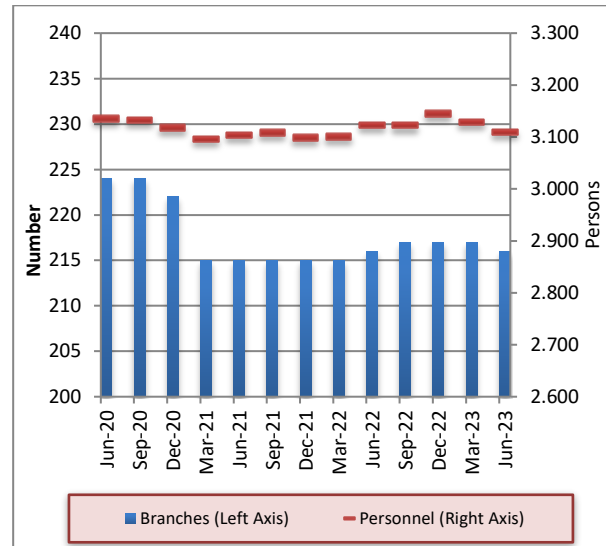
Source: Central Bank of TRNC

The number of personnel employed in the sector decreased by 19 persons from 3,129 to 3,110 during March - June 2023 period. 484 of these personnel are working in public banks, 2,040 in private banks and 586 in branch banks. In this period, the number of personnel employed in private banks decreased from 2,050 to 2,040, and the number of personnel in public banks from 494 to 484, while the number of personnel in branch banks increased from 585 to 586.

During June 2022 - June 2023 period, the number of personnel working in the banking sector decreased by 13 persons and declined from 3,123 to 3,110. Analysing the change in the number of personnel by bank groups in the mentioned period, the number of personnel working in branch banks increased, while the number of personnel working in private banks and public banks decreased.

In the second quarter of 2023, it is observed that 15.56 percent of the personnel working in the sector belongs to the public banks, 65.59 percent belongs to the private banks and 18.84 percent belongs to the branch banks.

Chart 5.2: Personnel and Branches



Source: Central Bank of TRNC

As of the second quarter of 2023, the number of ATMs has been 571. Analysing the distribution of ATMs by bank groups, branch banks rank first with 281 ATMs. Branch banks are followed by private banks with 234 ATMs and public banks with 56 ATMs. During June 2022 - June 2023 period, number of ATMs increased from 552 to 571.

Table 5.5: ATMs

	Jun. 22	Sept. 22	Dec. 22	Mar. 23	Jun. 23
Public Banks	58	58	56	56	56
Private Banks	233	236	238	235	234
Branch Banks	261	274	278	278	281
Total	552	568	572	569	571

Source: Central Bank of TRNC

5.2 BANKING SECTOR CONSOLIDATED BALANCE SHEET

Total assets of the banking sector, which was 136,913.8 million TRY at the end of March 2023, have increased by 34.61 percent at the end of June 2023 and reached 184,296.4 million TRY. In the related period, cash and cash equivalents increased by 29.16 percent, SP by 69.2 percent, gross loans by 26.41 percent and other assets by 41.6 percent.

Total assets of the sector increased by 88.97 percent in June 2022 - June 2023 period. In the same period, cash and cash equivalents increased by 90.55, gross loans by

56.94 percent, and securities portfolio by 226.98 percent. In the same period, deposits increased by 88.34 percent and shareholders' equity by 57.47 percent.

Deposits, which is the most important funding source of the sector increased by 35.51 percent and shareholders' equity increased by 16.74 percent in March - June 2023 period.

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

	2022				2023	Percentage Change	
	June	September	December	March	June	03/2023 - 06/2023	06/2022 - 06/2023
Cash and Cash Equivalents	30,404.8	35,986.0	42,632.9	44,857.1	57,935.3	29.16	90.55
Securities Portfolio	9,786.2	12,224.6	15,443.2	18,912.6	31,999.4	69.20	226.98
Total Gross Loans	48,836.3	50,868.3	56,587.2	60,633.0	76,645.8	26.41	56.94
Other Assets	8,499.4	10,055.3	10,668.3	12,511.1	17,715.9	41.60	108.44
Total Assets/Liabilities	97,526.7	109,134.2	125,331.6	136,913.8	184,296.4	34.61	88.97
Deposits	80,962.9	90,576.0	104,324.5	112,525.3	152,484.2	35.51	88.34
Debts to Banks	4,652.3	5,148.6	6,081.6	7,198.1	10,970.2	52.40	135.80
Other Liabilities	4,293.6	4,900.5	5,646.6	6,914.9	8,846.2	27.93	106.03
Equity	7,617.9	8,509.1	9,278.9	10,275.5	11,995.8	16.74	57.47

Source: Central Bank of TRNC

5.2.1 ASSETS AND LIABILITIES STRUCTURE

In the second quarter of 2023, gross loans accounted for the largest share in the sector's total assets with 41.59 percent. Gross loans are followed by cash and cash equivalents with 31.44 percent, SP with 17.36 percent and other assets with 9.61 percent.

Evaluating the banking sector in terms of the share of the items constituting the asset structure of June 2022 - June 2023 period, an increase in cash and cash equivalents, securities portfolio and other assets, and a decrease in gross loans is observed.

As of June 2023, 82.74 percent of total liabilities were composed of deposits, 6.51 percent of equity, 5.95 percent of loans to banks and 4.8 percent of other liabilities.

When the items constituting the liability structure of the banking sector are evaluated in terms of their shares in June 2022 - June 2023 period, it is seen that there is an increase in debts to banks and other liabilities item, and a decrease in deposits and equity items.

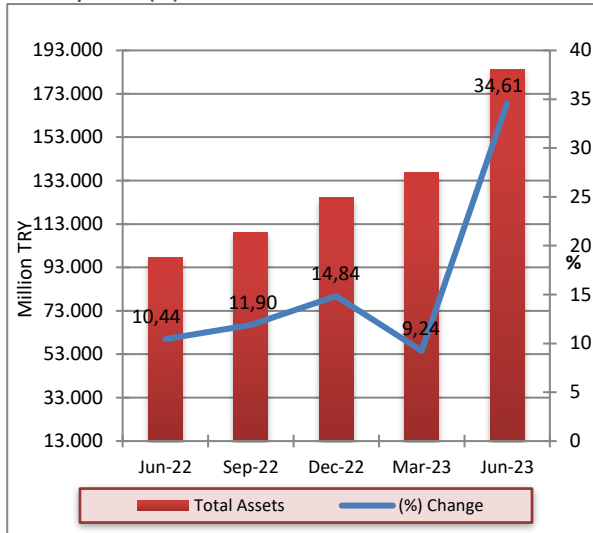
Table 5.7: Structural Percentage Distribution of Banking Sector Assets/Liabilities (%)

Assets	2022				2023	
	June	September	December	March	June	June
Cash and Cash Equivalents	31.18	32.97	34.02	32.76	31.44	
Securities Portfolio	10.03	11.20	12.32	13.81	17.36	
Total Gross Loans	50.07	46.61	45.15	44.29	41.59	
Other Assets	8.72	9.21	8.51	9.14	9.61	
Total	100.00	100.00	100.00	100.00	100.00	100.00
Liabilities						
Total Deposits	83.02	83.00	83.24	82.19	82.74	
Debts to Banks	4.77	4.72	4.85	5.26	5.95	
Other Liabilities	4.40	4.49	4.51	5.05	4.80	
Equity	7.81	7.80	7.40	7.51	6.51	
Total	100.00	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 34.61 percent in June 2023, and 10.44 percent in the same period of 2022. In the period of June 2022 - June 2023, there was an increase of 86,769.7 million TRY in the total assets of the banking sector.

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

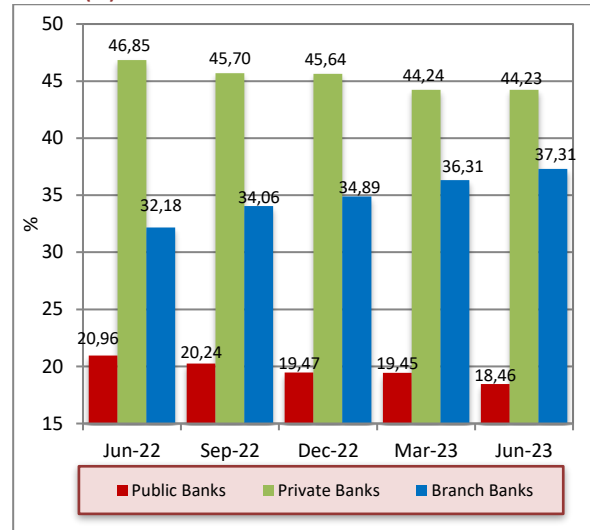


Source: Central Bank of TRNC

In the second quarter of 2023, public banks’ total assets increased by 27.75 percent, private banks’ total assets by 34.59 percent and branch banks’ total assets by 38.3 percent, compared to the previous quarter. Total assets

In the second quarter of 2023, compared to the previous quarter, the share of bank groups in total assets decreased from 44.24 percent to 44.23 percent for private banks and from 19.45 percent to 18.46 percent for public banks, while the share of branch banks rose from 36.31 percent to 37.31 percent. In the June 2022-June 2023 period, the shares of public banks and private banks decreased, while the share of branch banks increased.

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



Source: Central Bank of TRNC

increased by 66.39 percent in public banks, by 78.41 percent in private banks and by 119.06 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)

	2022			2023		Percentage Change	
	June	September	December	March	June	03/2023-06/2023	06/2022-06/2023
Public Banks	20,444.4	22,089.6	24,400.5	26,627.2	34,016.9	27.75	66.39
Private Banks	45,695.6	49,877.9	57,198.4	60,571.9	81,524.5	34.59	78.41
Branch Banks	31,386.7	37,166.7	43,732.7	49,714.7	68,755.0	38.30	119.06
Total	97,526.7	109,134.2	125,331.6	136,913.8	184,296.4	34.61	88.97

Source: Central Bank of TRNC

Analysing the TRY and FX distribution of gross loans as of June 2023, the share of TRY loans decreased from 40.86 to 36.79 percent compared to the previous quarter, while the share of FX loans increased from 59.14 to 63.21 percent. The share of TRY deposits

decreased from 19.2 percent to 14.42 percent as of June 2023, while the share of FX deposits increased from 80.8 percent to 85.58 percent, compared to the previous quarter.

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

	2022						2023			
	June		September		December		March		June	
	TRY	FX	TRY	FX	TRY	FX	TRY	FX	TRY	FX
Loans	36.37	63.63	37.32	62.68	39.20	60.80	40.86	59.14	36.79	63.21
Deposits	20.32	79.68	19.64	80.36	19.89	80.11	19.20	80.80	14.42	85.58

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 29.16 percent in the second quarter of 2023 and reached from 44,857.1 million TRY to 57,935.3 million TRY, compared to the previous quarter.

In this period, an increase of 1,026.9 million TRY in the cash values item, 2,641.6 million TRY in the receivables from the Central Bank item, 6,041.9 million TRY in the

receivables from the IMM (Interbank Money Market) transactions item, and 3,367.8 million TRY in the receivables from the banks item has been recorded.

Cash and cash equivalents amounting to 30,404.8 million TRY at the end of June 2022 increased to 57,935.3 million TRY by the end of June 2023. In the period, cash assets increased by 1,392.5 million TRY, receivables from the Central Bank by 5,547.6 million TRY, receivables from IMM transactions by 12,413.7 million TRY and receivables from banks by 8,176.7 million TRY.

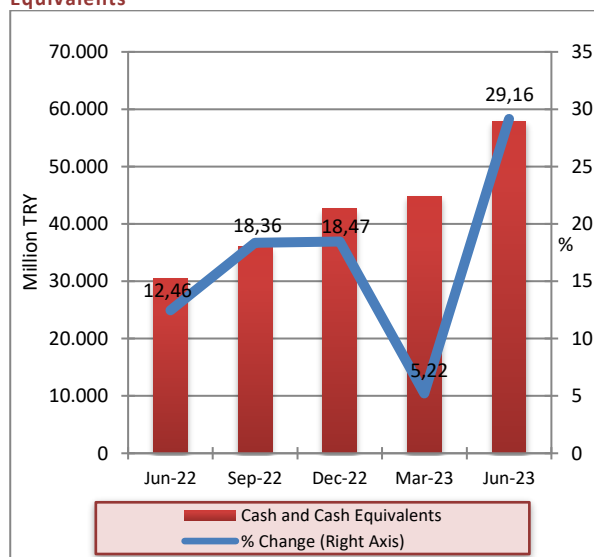
Table 5.10: Development of the Cash and Cash Equivalents (Million TRY)

	2022			2023		Percentage Change 03/2023 - 06/2023
	June	September	December	March	June	
Cash Assets	951.0	1,031.8	1,150.7	1,316.6	2,343.5	78.00
Receivables from the Central Bank	10,108.5	10,234.7	12,703.2	13,014.5	15,656.1	20.30
Receivables from IMM Transactions	10,411.8	14,393.2	16,659.6	16,783.6	22,825.5	36.00
Receivables from Banks	8,933.5	10,326.3	12,119.4	13,742.4	17,110.2	24.51
Total	30,404.8	35,986.0	42,632.9	44,857.1	57,935.3	29.16

Source: Central Bank of TRNC

Cash and cash equivalents increased by 29.16 percent in the second quarter of 2023, compared to the previous quarter. In the period of June 2022 - June 2023, there was an increase of 27,530.5 million TRY in the cash and cash equivalents.

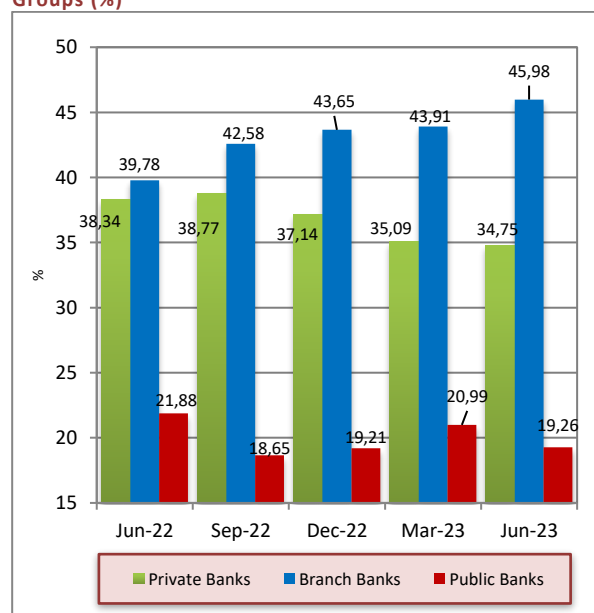
Chart 5.5: Quarterly Percentage Change of Cash and Cash Equivalents



Source: Central Bank of TRNC

In the second quarter of 2023, compared to the previous quarter, the shares of bank groups in cash and cash equivalents decreased in the shares of public banks and private banks, while the share of branch banks increased. In the June 2022-June 2023 period, the shares of public banks and private banks decreased, while the share of branch banks increased.

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 54,307.9 million TRY as of June 2023, are in the first rank as in the previous periods. They are followed by consumer loans with a total of 13,483.3 million TRY.

During the period from June 2022 to June 2023, business loans increased from 35,361.6 million TRY to 54,307.9 million TRY and consumer loans increased from 8.175 million TRY to 13,483.3 million TRY.

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

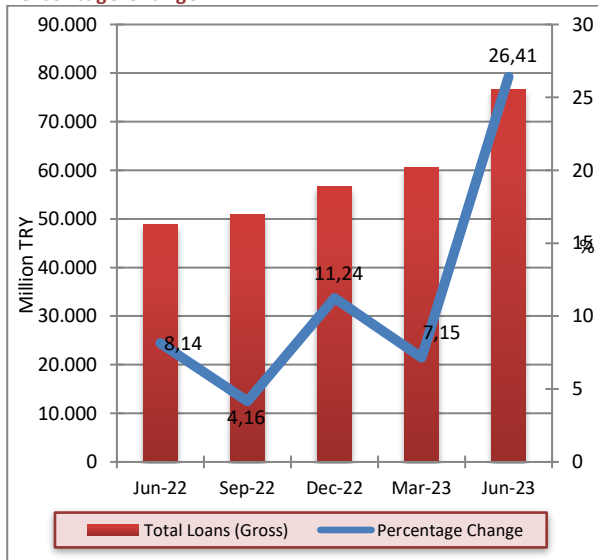
	2022			2023	
	June	September	December	March	June
Business Loans	35,361.6	36,259.2	40,001.4	42,455.2	54,307.9
Consumer Loans	8,175.0	8,606.6	9,376.5	10,617.0	13,483.3
Credit Cards	1,320.1	1,504.1	1,770.5	1,939.4	2,520.1
Discount Loans	796.0	901.9	1,115.8	1,172.7	1,787.2
Other Investment Loans	275.3	286.9	290.1	95.1	173.9
Import Loans	0.9	0.9	2.6	1.1	1.4
Loans of Funds Originated	50.3	55.3	55.7	56.9	74.6
Directed Loans	102.9	113.4	234.0	393.8	464.4
Export Loans	0.0	13.0	10.0	25.0	43.0
Loans Extended by Central Bank of the TRNC	0.0	0.0	0.0	0.0	0.0
Loans Extended Through Central Bank of the TRNC	0.0	0.0	0.0	0.0	0.0
Loans to Purchase Security for Customers	0.1	0.1	0.1	0.0	0.0
Export Guaranteed Investment Loans	297.4	329.9	336.5	344.9	253.3
Other Loans	655.5	885.7	754.2	811.4	758.5
Total Loans	47,035.1	48,956.9	53,947.4	57,912.5	73,867.6

Source: Central Bank of TRNC

Note: Non-performing loans are not included.

Gross loans increased by 26.41 percent in the second quarter of 2023, compared to the previous quarter. In the period of June 2022 - June 2023, there was an increase of 27,809.5 million TRY in the gross loans.

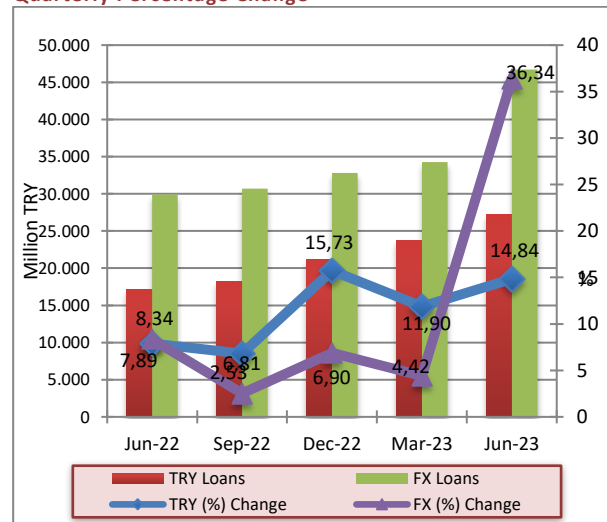
Chart 5.7: Development of Gross Loans and Quarterly Percentage Change



Source: Central Bank of TRNC

In the second quarter of 2023, 27,173.2 million TRY of the loans are in TRY currency and 46,694.4 million TRY are in foreign currency. In the period, there has been an increase of 14.84 percent in TRY loans and 36.34 percent in FX loans, compared to the previous quarter.

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

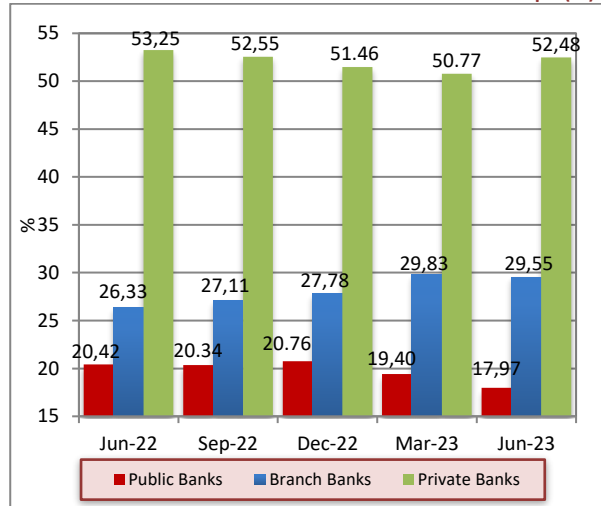


Source: Central Bank of TRNC

Note: Non-performing loans are not included.

An analysis of the shares of gross loans by bank groups reveals that in the second quarter of 2023, compared to the previous quarter, the share of public banks decreased from 19.4 to 17.97 percent, the share of branch banks decreased from 29.83 to 29.55 percent, while the share of private banks increased from 50.77 to 52.48 percent. During June 2022 - June 2023 period, the share of branch banks in total loans increased, while the share of public banks and private banks decreased.

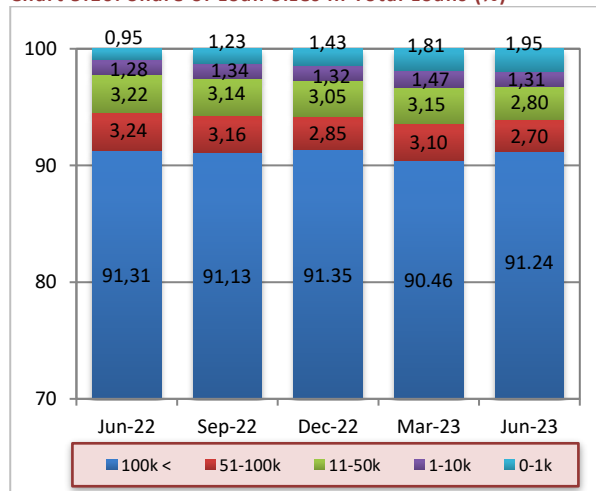
Chart 5.9: Share of Gross Loans Based on Bank Groups (%)



Source: Central Bank of TRNC

By the end of the second quarter of 2023, the share of loans over 100 thousand TRY in total loans has been 91.24 percent. In this period, 11-50 thousand TRY loans are in the second place in loan sizes with a share of 2.8 percent. Loans amounting to 51-100 thousand TRY and 0-1 thousand TRY constitute 2.7 and 1.28 percent of the total loans, respectively. The lowest loan use in the sector has been in 1-10 thousand TRY loans with a share of 1.31 percent.

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

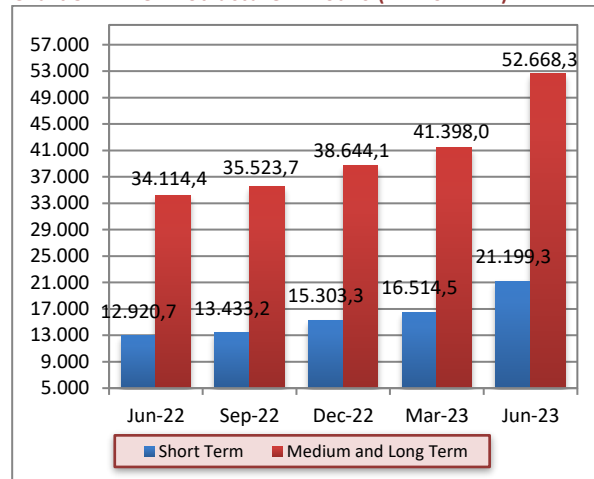


Source: Central Bank of TRNC

Note: Non-performing loans are not included.

In the second quarter of 2023, short-term loans increased from 16,514.5 million TRY to 21,199.3 million TRY, and medium and long-term loans increased from 41,398 million TRY to 52,668.3 million TRY. In the June 2022 - June 2023 period, short-term loans increased by 64.07 percent and medium and long-term loans increased by 54.39 percent.

Chart 5.11: Term Structure in Loans (Million TRY)

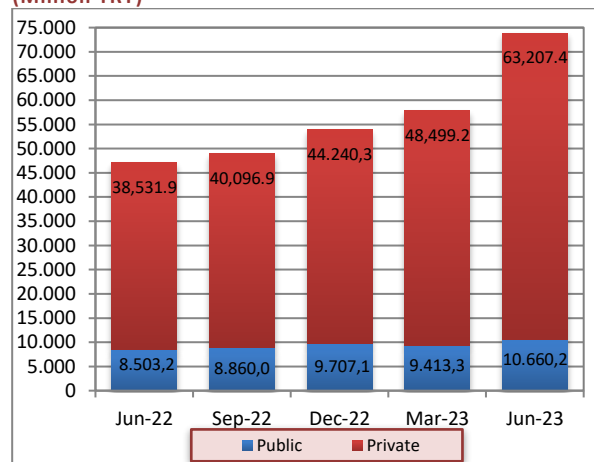


Source: Central Bank of TRNC

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

As of June 2023, 85.57 percent of the banking sector's total loans has been extended to the private sector and 14.43 percent to the public sector. Compared to the previous quarter, loans used by the public sector increased from 9,413.3 million TRY to 10,660.2 million TRY and private sector loans increased from 48,499.2 million TRY to 63,207.4 million TRY. In June 2022 - June 2023 period, the increase rate of the loans used by the public has been 25.37 percent and the loans used by the private sector has increased by 64.04 percent.

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

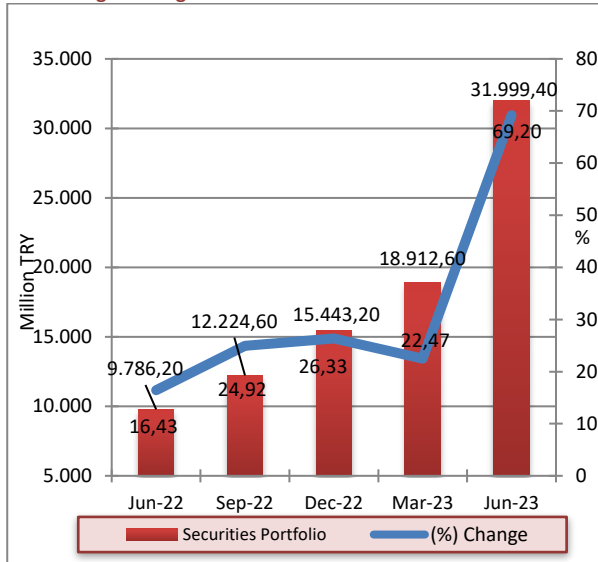


Source: Central Bank of TRNC

5.2.4 SECURITIES PORTFOLIO

Securities portfolio increased by 69.2 percent in June 2023, compared to the previous quarter. In the one-year period, there has been an increase of 22,213.2 million TRY in the securities portfolio item compared to June 2022.

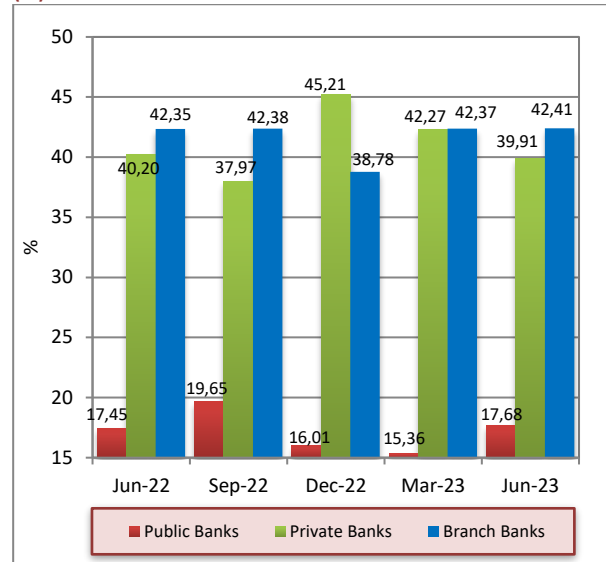
Chart 5.13: Securities Portfolio Totals and Quarterly Percentage Change



Source: Central Bank of TRNC

As of the second quarter of 2023, compared to the previous quarter, the share of public banks in total SP increased from 15.36 percent to 17.68 percent, the share of branch banks rose from 42.37 percent to 42.41 percent, and the share of private banks declined from 42.27 percent to 39.91 percent. In the June 2022-June 2023 period, the share of public banks and branch banks increased, while the share of private banks decreased.

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 35.51 percent, in the second quarter of 2023. Deposits increased by 88.34 percent in one-year period and amounted to 152,484.2 million TRY at the end of June 2023.

As of the end of June 2023, it is observed that the largest share belongs to savings deposits with 106,573.2 million TRY as it was in the previous periods. This is followed by commercial deposits with 37,574.6 million TRY and official deposits with 5,626.1 million TRY. In June 2022 - June 2023 period, savings deposits increased by 84.29 percent, commercial deposits by 110.23 percent and official deposits by 46.11 percent.

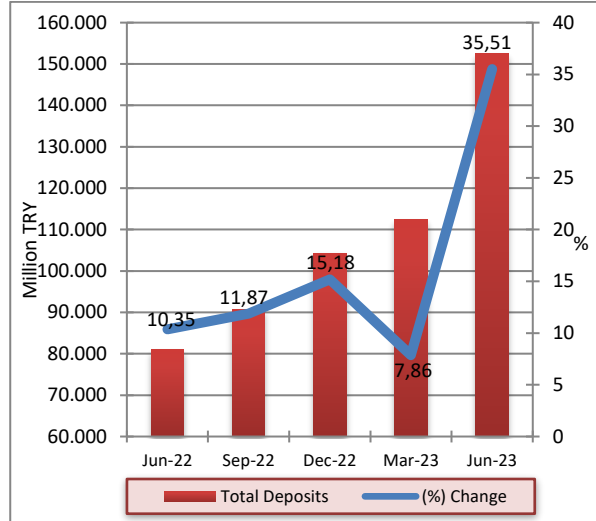
Table 5.12: Development of Deposits by Type (Million TRY)

	2022			2023		Percentage Change	
	June	September	December	March	June	03/2023 – 06/2023	06/2022 – 06/2023
Savings	57,828.7	63,595.0	72,404.4	78,635.2	106,573.2	35.53	84.29
Commercial	17,873.1	21,453.9	25,888.3	27,171.0	37,574.6	38.29	110.23
Official	3,850.7	3,968.9	4,367.7	4,644.7	5,626.1	21.13	46.11
Other	1,410.4	1,558.2	1,664.1	2,074.4	2,710.3	30.65	92.17
Total Deposits	80,962.9	90,576.0	104,324.5	112,525.3	152,484.2	35.51	88.34
Debts to Banks	4,652.3	5,148.6	6,081.6	7,198.1	10,970.2	52.40	135.80
Total Deposits Including Debts to Banks	85,615.2	95,724.6	110,406.1	119,723.4	163,454.4	36.53	90.92

Source: Central Bank of TRNC

In 2023, total deposits increased by 35.51 percent in the second quarter, compared to the previous quarter. In the period of June 2022 - June 2023, there was an increase of 71,521.3 million TRY in the deposits.

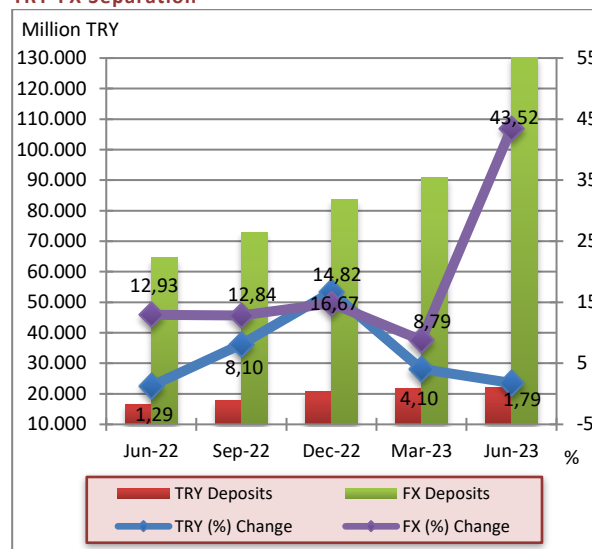
Chart 5.15: Deposits and Quarterly Percentage Change (%)



Source: Central Bank of TRNC

In the second quarter of 2023, it is observed that deposits amounted to 21,989.8 million TRY in Turkish Lira currency and 130,494.4 million TRY in foreign currency. In this period, TRY deposits increased by 1.79 percent and FX deposits increased by 43.52 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 2023, compared to the previous quarter, TRY deposits of public banks decreased by 4.84 percent, while FX deposits increased by 43.12 percent, private banks' TRY deposits increased by 4.71 percent, FX deposits increased by 40.87 percent, TRY deposits of branch banks increased by 4.31 percent, while FX deposits increased by 47.99 percent.

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

	March 2023			June 2023			Percentage Change 03/2023 - 06/2023		
	TRY	FX	Total	TRY	FX	Total	TRY	FX	Total
Public Banks	6,265.4	16,196.6	22,462.0	5,962.0	23,180.7	29,142.7	-4.84	43.12	29.74
Private Banks	7,087.2	45,934.9	53,022.1	7,421.1	64,708.5	72,129.6	4.71	40.87	36.04
Branch Banks	8,251.0	28,790.2	37,041.2	8,606.7	42,605.2	51,211.9	4.31	47.99	38.26
Total Deposits	21,603.6	90,921.7	112,525.3	21,989.8	130,494.4	152,484.2	1.79	43.52	35.51

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 42.19 percent in June 2023. 1-month deposits are followed by demand deposits with a share of 29.8 percent, 3-month deposits with a share of 16.66 percent, 1-year deposits with a share of 8.82 percent and 6-month deposits with a share of 2.54 percent.

Comparing the maturity distribution of deposits to the previous quarter, there has been an increase of 0.99

points in demand deposits, 0.34 points in 3-month deposits, 0.09 points in 6-month deposits, 0.37 points in 1-year deposits, while a decrease of 1.78 points in 1-month deposits.

During June 2022 - June 2023 period, demand and 3-month deposits increased by 6.67 and 1.49 points respectively, while 1-month, 6-month and 1-year deposits decreased by 5.72, 0.99 and 1.44 points, respectively.

Table 5.14: Maturity Distribution of Deposits (%)

	2022			2023		Change (Points)	
	June	September	December	March	June	03/2023-06/2023	06/2022-06/2023
Demand	23.13	25.64	27.66	28.81	29.80	0.99	6.67
1-Month	47.91	45.14	43.13	43.97	42.19	-1.78	-5.72
3-Month	15.17	16.43	17.16	16.32	16.66	0.34	1.49
6-Month	3.53	3.12	2.70	2.45	2.54	0.09	-0.99
1-Year	10.26	9.66	9.35	8.45	8.82	0.37	-1.44
Total	100.00	100.00	100.00	100.00	100.00		

Source: Central Bank of TRNC

Among the monthly forms sent to the Bank by the banks operating in the TRNC, the form containing the size of deposits and the number of customers was updated and the deposit size brackets were changed. Accordingly, when the distribution of deposits in the banking sector is analyzed by size, as of the end of June 2023, deposits of 0 - 200 thousand TRY amounted to 16,265 million TRY, deposits of 200 thousand - 1 million TRY amounted to 47,696 million TRY, deposits of 1 - 10

million TRY amounted to 56,308 million TRY, deposits of 10 - 20 million TRY amounted to 10,842 million TRY, deposits of 20 - 50 million TRY amounted to 10,296 million TRY and deposits over 50 million TRY amounted to 11,077 million TRY. In the second quarter of 2023, the share of deposits between 1-10 million TRY in total deposits was 36.93 percent, while the share of deposits between 200 thousand-1 million TRY in total deposits became 31.28 percent.

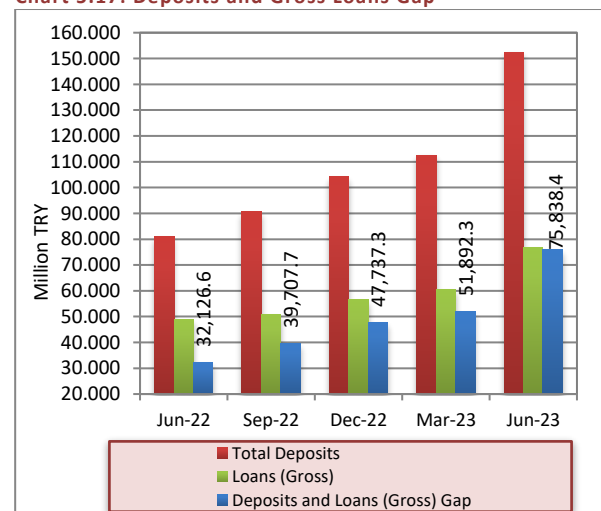
Table 5.15: Distribution of Deposits by Size (Volume - Million TRY, Number - Number of Accounts)

	2023			
	March		June	
	Volume	Number	Volume	Number
0 - 200 thousand TRY	16,061.7	1,184,919	16,265.0	1,195,185
200 thousand - 1 million TRY	37,794.3	92,606	47,696.1	105,209
1-10 million TRY	38,992.0	17,058	56,308.0	23,524
10-20 million TRY	6,951.3	507	10,842.3	790
20-50 million TRY	6,867.7	235	10,296.0	347
> 50 million TRY	5,858.3	66	11,076.8	115
Total Deposits	112,525.3	1,295,391	152,484.2	1,325,170

Source: Central Bank of TRNC

The difference between total deposits and gross loans, which was 51,892.3 million TRY by the end of March 2023, increased by 23,946.1 million TRY and reached 75,838.4 million TRY by the end March 2023

Chart 5.17: Deposits and Gross Loans Gap

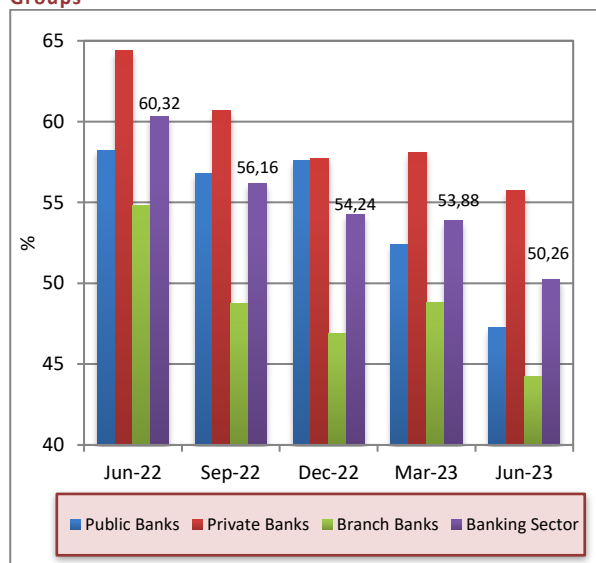


Source: Central Bank of TRNC

The ratio of gross loans to total deposits, which is one of the indicators of the depth and intermediation function of the banking sector, was 53.88 percent at end-March 2023 and dropped to 50.26 percent at end-June 2023. The ratio of gross loans to total deposits decreased by 10.06 points in the one-year period.

As of end-June 2023, when the ratio of deposits to loans is analysed by bank groups, private equity banks ranked first with 55.77 percent. Private banks are followed by public banks with 47.26 percent. Branch banks have a conversion rate of 44.22 percent.

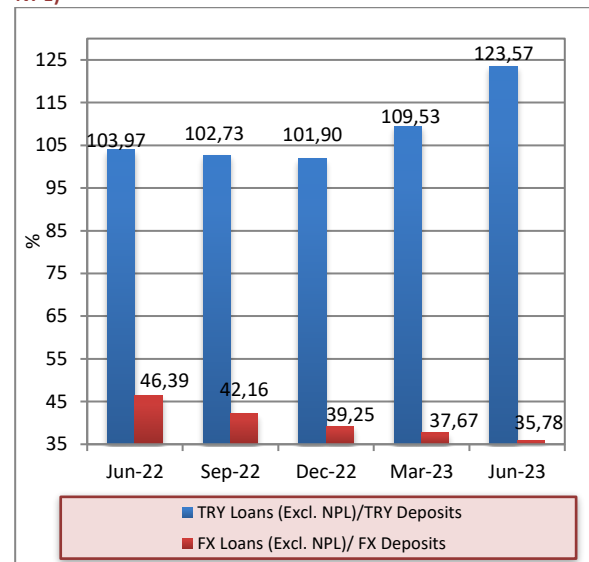
Chart 5.18: Deposits to Loans (Gross) Ratio Based on Bank Groups



Source: Central Bank of TRNC

TRY deposits to TRY loans ratio (excluding NPL) increased from 109.53 to 123.57 percent as of June 2023 compared to the previous quarter, and FX deposits to FX loans ratio (excluding NPL) decreased from 37.67 to 35.78 percent. TRY and FX deposits to loans ratio was 103.97 percent and 46.39 percent, respectively, in June 2022.

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



Source: Central Bank of TRNC

5.2.6 EQUITY

Equity, which is of great importance in terms of stability and healthy development of the sector, increased by 16.74 percent, compared to the previous quarter and reached 11,995.8 million TRY in the second quarter of 2023.

Equity increased by 57.47 percent in June 2022 - June 2023 period. In the one-year period, the paid-in capital of the sector increased by 608.5 million TRY and legal reserves increased by 2,215.8 million TRY.

Table 5.16: Development of Equity (Million TRY)

	2022			2023	
	June	September	December	March	June
Paid-in Capital	2,019.3	2,028.1	2,316.1	2,316.5	2,627.8
Legal Reserves	3,714.7	3,766.1	3,693.6	4,388.3	5,930.5
Fixed Asset Revaluation Fund	11.5	11.5	11.5	11.5	11.5
Securities Value Increment Fund	498.4	510.8	554.4	586.2	788.2
Period Profit (Loss)	1,311.7	2,192.6	2,703.3	1,084.9	2,637.8
Accumulated Profit (Loss)	62.3	0.0	0.0	1,888.1	0.0
Total	7,617.9	8,509.1	9,278.9	10,275.5	11,995.8

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 38.18 percent at the end of June 2023 compared to March 2023 and rose from 37,879.5 million TRY to 52,340.1 million TRY. M1 increased by 119.78 percent in one-year period.

The M2 money supply, which was 114,214.7 million TRY at end-March 2023, increased by 35.48 percent to 154,738.8 million TRY in the second quarter of 2023. M2 increased by 87.58 percent in one-year period.

The broad defined money supply M3, which is found by adding official deposits and other deposits within Central Bank of the TRNC to the M2 money supply, increased by 35.02 percent in the second quarter of 2023 compared to the previous quarter and rose from 119,110 million TRY to 160,822.6 million TRY. The increase rate of M3 is 85.51 percent, compared to the same period of the previous year.

Table 5.17: Money Supply (Million TRY)

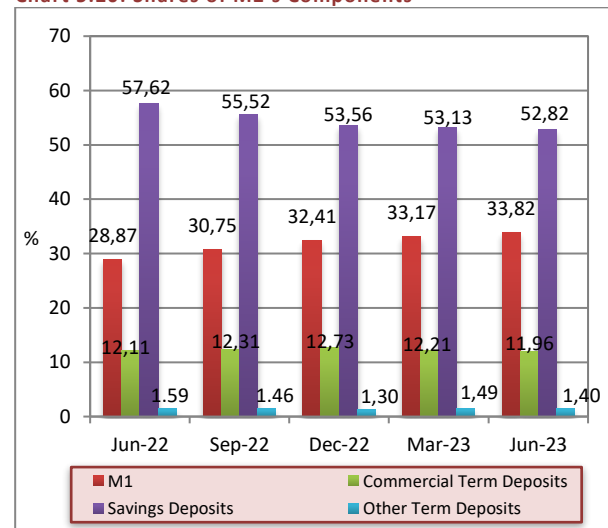
Years	Period	M1	Annual Percentage Change	M2	Annual Percentage Change	M3	Annual Percentage Change
2019	II	6,581.7	23.20	30,066.1	22.77	32,390.9	22.97
	III	6,775.1	8.49	30,109.1	5.40	33,243.7	8.29
	IV	7,386.0	28.97	33,164.4	23.53	35,890.4	24.32
2020	I	7,872.2	25.00	34,635.5	19.22	37,612.4	20.45
	II	8,529.4	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
2021	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
	II	11,257.1	31.98	47,658.2	32.98	50,639.9	32.24
2022	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
	I	19,759.9	88.88	74,364.7	64.82	78,623.5	61.69
2023	II	23,814.8	111.55	82,490.8	73.09	86,691.6	71.19
	III	28,312.7	128.67	92,082.7	85.18	96,243.4	82.89
	IV	34,326.7	97.86	105,913.6	57.95	111,344.3	55.95
2023	I	37,879.5	91.70	114,214.7	53.59	119,110.0	51.49
	II	52,340.1	119.78	154,738.8	87.58	160,822.6	85.51

Source: CENTRAL BANK OF TRNC

As in previous periods, term deposits (savings) accounted for the largest share of M2, comprising 52.82 percent as of the end of June 2023. This is followed by M1 with 33.82 percent, commercial term deposits with 11.96 percent and other time deposits with 1.4 percent.

Term deposits (savings), which constitute the largest share in M2, decreased by 4.8 percentage points between June 2022 and June 2023, from 57.62 percent to 52.82 percent. In this period, M1, the other subcomponent of M2, increased from 28.87 percent to 33.82 percent, other term deposits decreased from 1.59 percent to 1.4 percent and commercial term deposits decreased from 12.11 percent to 11.96 percent.

Chart 5.20: Shares of M2's Components



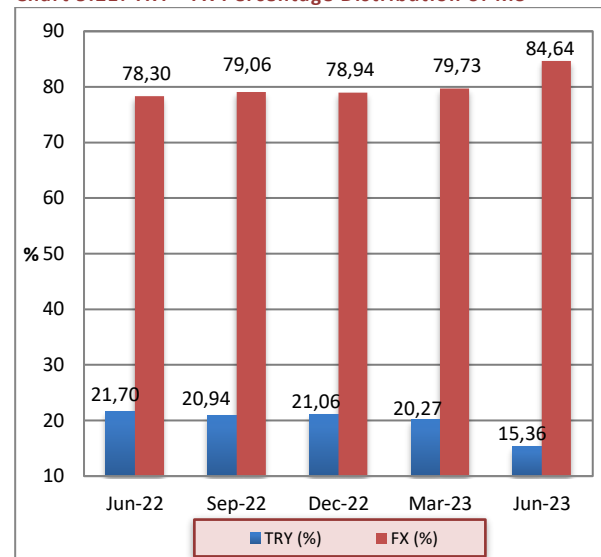
Source: Central Bank of TRNC

Analysing the TRY-FX percentage distribution of M3 as of June 2023, it is observed that the share of TRY deposits in M3 is 15.36 percent and the share of FX deposits is 84.64 percent. At the end of June 2022, these shares were 21.7 percent in the TRY and 78.3 percent in the FX.

5.4 OVERVIEW OF INTERBANK MONEY MARKET

As of the second quarter of 2023, 1,055 transactions in TRY, 671 transactions in USD, 465 transactions in EUR and 651 transactions in sterling were recorded in the interbank money market operating under the Central Bank of TRNC. In this period, transactions of 104,852 million TRY in Turkish Lira currency; 14,728 million USD, 11,078 million EUR and 14,859 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		\$		€		£	
	Amount	Volume	Amount	Volume	Amount	Volume	Amount	Volume
2022 - Q2	892	78,577,350	731	10,072,600	309	7,660,200	547	10,454,200
2022 - Q3	890	89,653,500	774	10,856,025	426	9,631,600	656	14,348,275
2022 - Q4	934	162,590,650	801	13,495,275	455	10,740,250	687	17,539,025
2023 - Q1	993	136,866,150	745	13,546,225	474	12,455,800	679	18,128,675
2023 - Q2	1,055	104,851,750	671	14,727,675	465	11,078,025	651	14,858,625

Source: Central Bank of TRNC

Looking at the volume distributions of overnight transactions made in the second quarter of 2023, it is observed that the shares are 93.21 percent in TRY, and 100 percent in USD, EUR and GBP. During the same

period, the shares of one-week, two-week, one-month and three-month transactions were 4.57 percent in TRY, 2.02 percent in TRY, 1.8 per mille in TRY, and 1 per thousand in TRY, respectively.

Table 5.19: Transaction Volume (x 1.000)

	TRY		\$		€		£	
	Volume	Share (%)	Volume	Share (%)	Volume	Share (%)	Volume	Share (%)
2022 - Q2	78,577,350		10,072,600		7,660,200		10,454,200	
ON	78,066,750	99.35	10,071,600	99.99	7,660,200	100.00	10,454,200	100.00
1W	362,600	0.46						
2W	66,000	0.08						
3W								
1M	82,000	0.11						
3M			1,000	0.01				
2022 - Q3	89,653,500		10,856,025		9,631,600		14,348,275	
ON	88,818,000	99.07	10,855,525	100.00	9,631,500	100.00	14,348,275	100.00
1W	366,500	0.41						
2W	345,000	0.38						
3W								
1M	124,000	0.14	500		100			
3M								
2022 - Q4	162,590,650		13,495,275		10,740,250		17,539,025	
ON	161,817,750	99.52	13,495,275	100.00	10,740,150	100.00	17,539,025	100.00
1W	227,100	0.14						
2W	335,800	0.21						
3W	75,000	0.05						
1M	135,000	0.08			100			
3M								
2023 - Q1	136,866,150		13,546,225		12,455,800		18,128,675	
ON	134,845,650	98.52	13,546,225	100.00	12,455,800	100.00	18,128,675	100.00
1W	312,500	0.23						
2W	1,152,000	0.84						
3W	180,000	0.13						
1M	376,000	0.27						
2023 - Q2	104,851,750		14,727,675		11,078,025		14,858,625	
ON	97,728,450	93.21	14,727,675	100.00	11,078,025	100.00	14,858,625	100.00
1W	4,796,300	4.57						
2W	2,123,000	2.02						
3W								
1M	189,000	0.18						
3M	15,000	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 2023 were 20.4 percent in TRY, 1.83 percent in USD, 1.08 percent in EUR, and 1.32 percent in GBP. The average interest rates of 1-week transactions were 23.57 percent in TRY, 2-week

transactions were 23.04 percent in TRY, 3-week transactions were 26.2 percent in TRY, one-month transactions and three-month transactions were 25 percent in TRY.

Table 5.20: Average Interest Rates (%)

		2022			2023	
		Q2	Q3	Q4	Q1	Q2
TRY	ON	13.33	14.25	14.32	14.93	20.40
	1W	16.01	16.67	16.69	17.52	23.57
	2W	15.67	16.29	16.39	17.03	23.04
	3W			17.00	17.96	
	1M	16.55	17.34	17.04	19.53	26.20
	3M					25.00
\$	ON	0.61	1.20	1.24	1.50	1.83
	1W					
	2W					
	3W					
	1M		1.50			
	3M	2.00				
€	ON	0.28	0.60	0.62	0.75	1.08
	1W					
	2W					
	3W					
	1M		2.50	2.50		
	3M					
£	ON	0.39	0.75	0.79	1.00	1.32
	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.

The Central Bank of the TRNC first issued monthly maximum contractual and default interest rates for credit cards within this framework 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	
	Maximum Monthly Contract	Maximum Monthly Default Interest	Maximum Monthly Contract	Maximum Monthly Default Interest
02/01/2019 (OG 1)	3.40	3.90	1.18	1.68
01/04/2019 (OG 45)	3.22	3.72	1.18	1.68
01/07/2019 (OG 90)	3.18	3.68	1.20	1.70
01/10/2019 (OG 714)	2.98	3.48	1.21	1.71
02/01/2020 (OG 1)	2.35	2.85	1.21	1.71
01/04/2020 (OG 56)	1.00	1.50	0.75	1.25
01/07/2020 (OG 123)	1.00	1.50	0.75	1.25
01/10/2020 (OG 188)	1.00	1.50	0.75	1.25
01/01/2021 (OG 238)	1.95	2.45	1.13	1.63
01/04/2021 (OG 73)	2.29	2.79	1.09	1.59
01/07/2021 (OG 145)	2.54	3.04	1.09	1.59
01/10/2021 (OG 219)	2.60	3.10	1.09	1.59
01/12/2021 (OG 256)	1.50	2.00	1.09	1.59
01/03/2022 (OG 34)	1.50	2.00	1.09	1.59
01/06/2022 (OG 110)	1.99	2.49	0.93	1.43
01/09/2022 (OG 200)	1.99	2.49	0.93	1.43
01/12/2022 (OG 280)	1.99	2.49	0.93	1.43
01/03/2023 (OG 48)	1.99	2.49	0.93	1.43
01/06/2023 (OG 113)	1.99	2.49	0.93	1.43

Source: Central Bank of TRNC

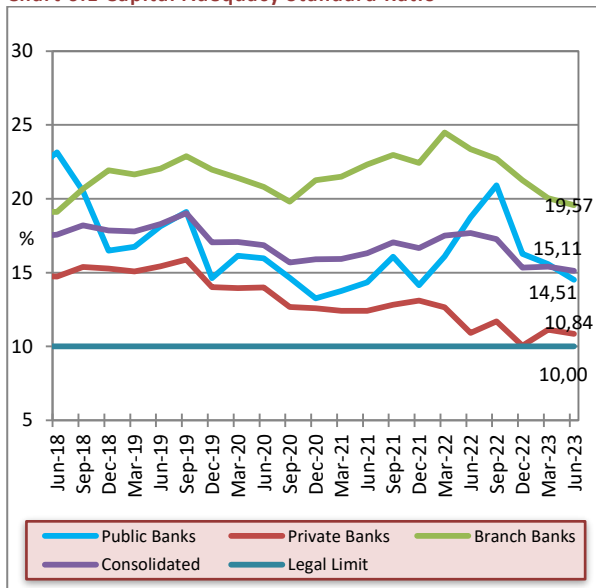
6 FINANCIAL STABILITY ANALYSIS

6.1 CAPITAL ADEQUACY

In the second quarter of 2023, the sector’s capital adequacy standard ratio decreased by 0.3 points compared to the previous quarter and reached 15.11 percent, well above the legal limit of 10 percent.

As of June 2023, CASR based on bank groups has been 14.51 percent in public banks, 10.84 percent in private banks and 19.57 percent in branch banks. In March 2023, these ratios were 15.58, 11.12 and 20.04 percent, respectively. Compared to the same period of the previous year, CASR decreased by 4.23 points in public banks and by 0.08 points in private banks and by 3.79 points in branch banks as of June 2023.

Chart 6.1 Capital Adequacy Standard Ratio



Source: Central Bank of TRNC

Comparing the risk-weighted assets at the end of June 2023 to the end of March 2023, assets with 0 percent risk weight increased by 14.4 percent, assets with 20 percent risk weight by 8.9 percent, assets with 50 percent risk weight by 4.7 percent, and assets with 100 percent risk weight increased by 21.5 percent. In the period, the total of market risk and operational risk increased by 2,296 million TRY and reached 15,106.2 million TRY, compared to the previous period. Total market risk and operational risk of the sector increased by 6,725.7 million TRY in one-year period (June 2022 - June 2023).

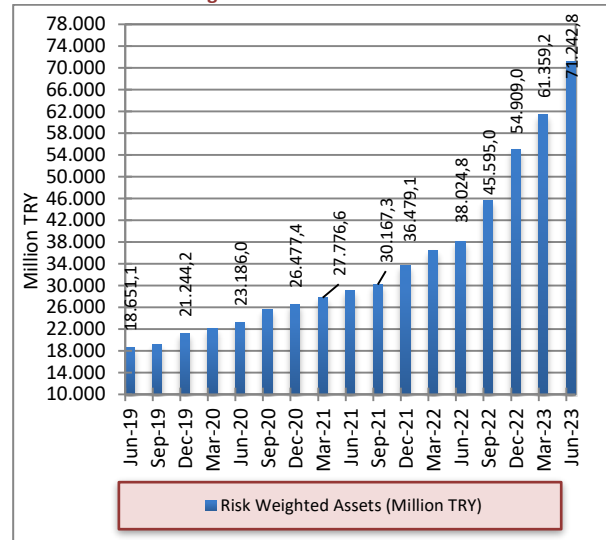
Table 6.1: Risk Weighted Assets (Million TRY)

	Jun. 22	Sep. 22	Dec. 22	Mar. 23	Jun. 23	% Change (03/23-06/23)
0 %	35,339.3	47,425.1	55,295.5	59,724.7	68,350.3	14.4
20 %	11,796.2	13,520.1	18,202.6	20,018.7	21,802.6	8.9
50 %	19,632.4	24,057.8	25,463.2	27,931.8	29,239.8	4.7
100 %	17,468.8	21,390.4	26,045.5	30,579.3	37,156.1	21.5
Market Risk + Operational Risk	8,380.5	9,471.7	12,491.5	12,810.3	15,106.2	17.9

Source: Central Bank of TRNC

The weighted sum of risk-weighted assets, which amounted to 61,359.2 million TRY as of March 2023, increased by 9,883.6 million TRY at the end of June 2023 and reached 71,242.8 million TRY. Risk-weighted assets of the sector increased by 87.4 percent in June 2022 - June 2023 period.

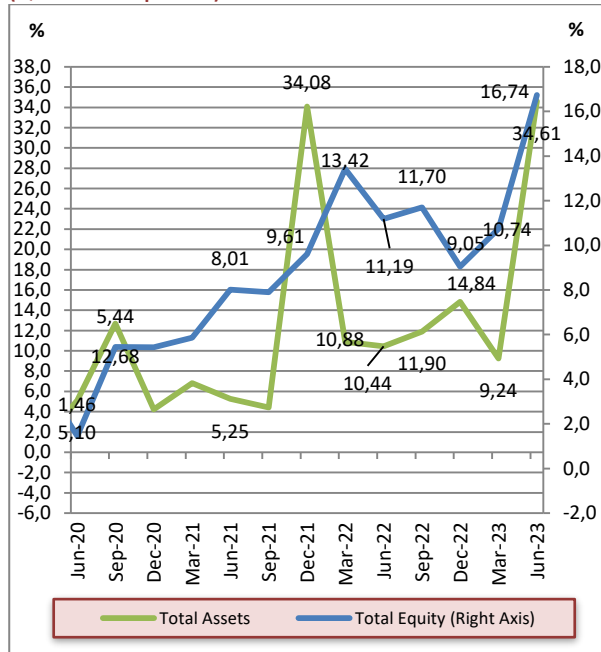
Chart 6.2: Risk-Weighted Assets



Source: Central Bank of TRNC

As June 2023, total assets increased by 34.61 percent and total equity increased by 16.74 percent, compared to March 2023. Total assets and equity increased by 89 percent and 57.5 percent, respectively, compared to the same period of the previous year.

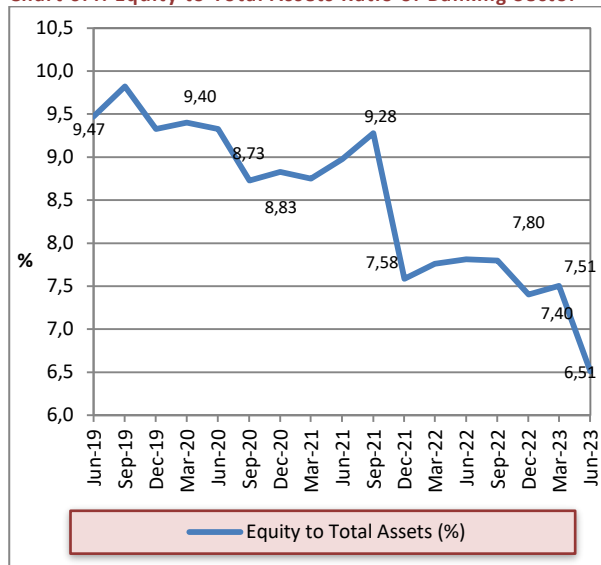
Chart 6.3: Increase Rates in Total Equity and Total Assets (Quarter-on-quarter)



Source: Central Bank of TRNC

The ratio of total equity to total assets, which was 7.81 percent in June 2022, 7.8 percent in September 2022 and 7.4 percent in December 2022, increased to 7.51 percent at end-March 2023 and decreased to 6.51 percent at end-June 2023.

Chart 6.4: Equity to Total Assets Ratio of Banking Sector

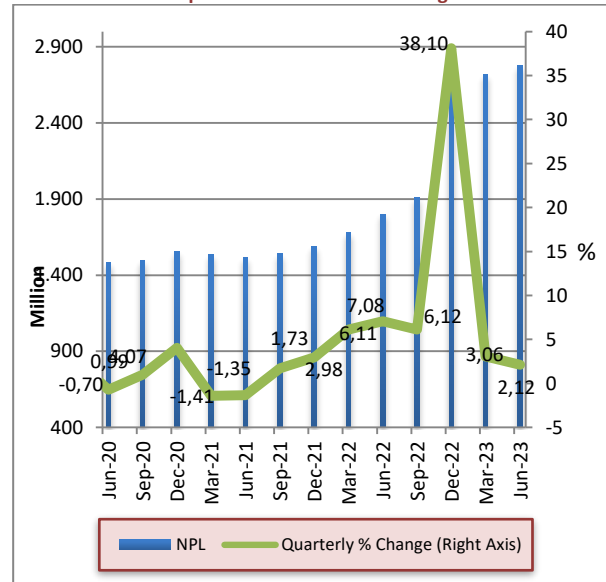


Source: Central Bank of TRNC

6.2 NON-PERFORMING LOANS

Sector's non-performing loans amounted to 2,720.5 million TRY as of the end of March 2023 and increased by 2.12 percent and reached 2,778.2 million TRY as of the end of June 2023. Non-performing loans increased by 54.24 percent, compared to the same period of the previous year.

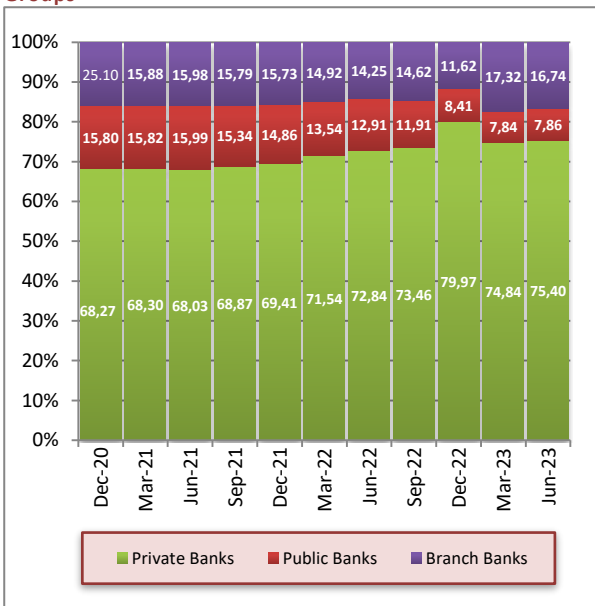
Chart 6.5: Development of Non-Performing Loans



Source: Central Bank of TRNC

In the second quarter of 2023, the shares of public and private banks in total NPLs increased quarter-on-quarter, while the share of branch banks decreased. Accordingly, in the March 2023 - June 2023 period, the share of public banks increased from 7.84 percent to 7.86 percent, the share of private banks rose from 74.84 percent to 75.40 percent, and the share of branch banks declined from 17.32 percent to 16.74 percent. In the June 2022-June 2023 period, the share of private banks in total NPLs increased from 72.84 percent to 75.40 percent, the share of branch banks rose from 14.25 percent to 16.74 percent, while the share of public banks decreased from 12.91 percent to 7.86 percent.

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



Source: Central Bank of TRNC

In the second quarter of 2023, total assets amounted to 184,296.4 million TRY, total gross loans amounted to 76,645.8 million TRY, NPL amounted to 2,778.2 million TRY and provisions for non-performing loans amounted to 1,461 million TRY. Analysed by bank groups, as of June 2023, total assets in public banks are 34,016.9 million TRY, total gross loans are 13,774 million TRY, non-performing loans are 218.4 million TRY and provisions for non-performing loans are 216.3 million TRY.

In the private banks, total assets amounts to 81,524.5 million TRY, total gross loans amounts to 40,226.3 million TRY, non-performing loans amounts to 2,094.9 million TRY and provisions for non-performing loans amounts to 1,003 million TRY. Branch banks have total assets of 68,755 million TRY, total gross loans of 22,645.5 million TRY, non-performing loans of 464.9 million TRY and provisions for non-performing loans of 241.7 million TRY.

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

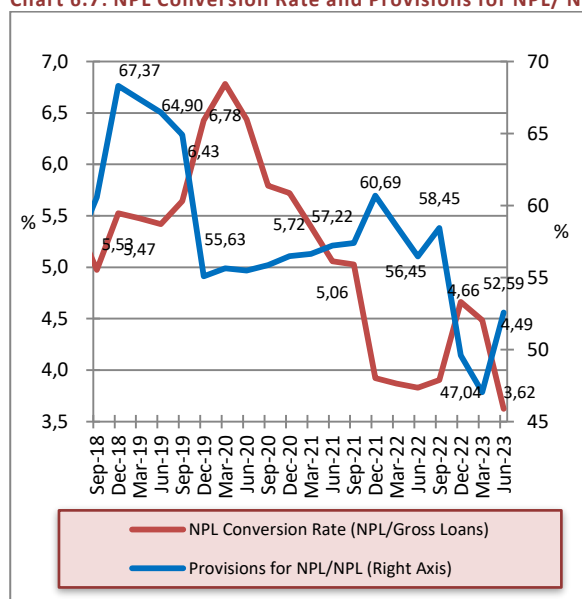
	Total Assets			Total Gross Loans			NPL			Provisions for NPL		
	Dec. 22	Mar. 23	Jun. 23	Dec. 22	Mar. 23	Jun. 23	Dec. 22	Mar. 23	Jun. 23	Dec. 22	Mar. 23	Jun. 23
Public Banks	24,400.5	26,627.2	34,016.9	11,744.9	11,763.4	13,774.0	221.9	213.3	218.4	215.2	206.9	216.3
Private Banks	57,198.4	60,571.9	81,524.5	29,121.7	30,785.2	40,226.3	2,111.1	2,036.0	2,094.9	880.8	846.5	1,003.0
Branch Banks	43,732.7	49,714.7	68,755	15,720.5	18,084.4	22,645.5	306.7	471.2	464.9	213.5	226.3	241.7
Total	125,331.6	136,913.8	184,296.4	56,587.2	60,633.0	76,645.8	2,639.7	2,720.5	2,778.2	1,309.5	1,279.7	1,461.0

Source: Central Bank of TRNC

As of March 2020, the NPL conversion ratio, which had been on a downward trend since March 2020, started to increase as of September 2022 and stood at 4.89 percent in December. In March 2023, the NPL conversion ratio declined again and dropped to 3.62 in June 2023.

The ratio of provisions for NPLs to total NPLs increased by 5.55 percentage points from 47.04 percent in March 2023 to 52.59 percent in June 2023.

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 2.87 percent at the end of March 2023, increased to 3.1 percent, return on equity, which was 37.57 percent, increased to 41.74 percent and net interest margin increased from 4.08 percent to 4.41 percent in the second quarter of 2023. In the period of June 2022 - June 2023, return on assets of the sector increased from 2.73 percent to 3.1 percent, return on equity from 33.67 percent to 41.74 percent, and net interest margin from 3.68 percent to 4.41 percent.

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

Description	2022				2023
	Jun.	Sept.	Dec.	Mar.	Jun.
Return on Assets ¹	2.73	2.89	2.67	2.87	3.10
Return on Equity ²	33.67	37.13	34.66	37.57	41.74
Net Interest Margin ³	3.68	3.72	3.85	4.08	4.41

Source: Central Bank of TRNC

¹ Return on Assets: Net Profit / Total Assets

² Return on Equity: Net Profit / Total Equity

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

Net Profit: 12-month cumulative total

Total Assets: 12-month average

Total 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)	14.04.2023	1334	25.04.2023	87
Credit Cards Monthly Maximum Contractual and Default Interest Rates Change			01.06.2023	113
Decision on the Balance of Housing Loans Extended by Banks within the Framework of the Procedures and Principles Determined by the Central Bank of TRNC	17.05.2023	1341	18.05.2023	105

Table A.2: Economic Decisions - Legal Regulations

Title	Law/Draft Law/Bill		Official Gazette	
	Date	Number	Date	Number
Statutory Decrees				
Statutory Decree on the Restructuring of Foreign Currency Loans	14.06.2023	Ü(K-I)1023-2023	14.06.2023	123
Statutory Decree on Tenant Rental Fee Refunds and Adjusted Tax Rate for Foreign Currency Rentals	14.06.2023	Ü(K-I)1024-2023	16.06.2023	126
Regulations				
Regulation on Value Added Tax Rates (Amendment)	14.06.2023	Ü(K-I)1025-2023	16.06.2023	126
Draft Laws				
Draft Law on Credit/Debit Card Refunds for Retail Purchases (Amendment)			03.04.2023	73
Draft Law on Turkish Cypriot Social Insurance (Amendment)			25.04.2023	87
Draft Law on Social Security (Amendment)			25.04.2023	87
Draft Law on Turkish Cypriot Social Insurance (Amendment)			25.05.2023	107
Draft Law on Social Security (Amendment)			25.05.2023	107
Draft Law on Savings Deposit Insurance and Financial Stability Fund (Amendment)			29.05.2023	108
Draft Law on Income Tax (Amendment)			30.05.2023	109
Laws				
Law on Value Added Tax Rates (Amendment)			07.04.2023	78

ANNEX B. STATISTICAL DATA

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

Date	Liquid Assets	Loans	Other Assets	Total Assets	Equity	Deposits	Reserve Requirements	Other Liabilities	Total Assets
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 Sep. 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 Sep. 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 Sep. 2021	18,683,218,651	506,410,606	100,276,879	19,289,906,136	812,450,006	6,265,750,775	3,467,399,688	8,744,305,667	19,289,906,136
31 Dec. 2021	28,446,896,103	507,900,695	298,614,296	29,253,411,094	869,658,488	9,721,281,482	4,920,454,350	13,742,016,774	29,253,411,094
31 Mar. 2022	32,345,744,130	646,476,259	365,432,850	33,456,257,119	876,393,617	10,151,485,553	5,463,456,610	17,841,314,948	33,456,257,119
30 Jun. 2022	37,176,570,412	638,083,191	120,566,875	37,935,220,478	1,020,376,802	11,188,022,664	6,299,116,017	19,427,704,995	37,935,220,478
30 Sep. 2022	42,713,142,726	638,083,191	323,850,699	43,675,076,616	1,040,506,323	10,412,683,315	6,806,071,426	25,415,815,552	43,675,076,616
31 Dec. 2022	51,065,484,220	638,083,191	1,318,718,119	53,022,285,530	1,163,375,168	13,932,982,685	7,989,843,275	29,936,084,402	53,022,285,530
31 Mar. 2023	53,835,791,941	634,742,925	1,266,244,877	55,736,779,743	1,469,952,020	13,365,446,232	8,888,212,762	32,013,168,729	55,736,779,743
30 Jun. 2023	76,347,698,476	634,742,925	2,195,775,339	79,178,216,740	1,488,234,438	16,850,986,583	12,559,020,558	48,279,975,161	79,178,216,740

Source: Central Bank of TRNC

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

Table B.2: Liquid Assets (TRY)

Date	Cash Assets	Gold Deposit	Bank Deposits (TRY)	Bank Deposits (FX)	Foreign Banks	Securities Portfolio	Total
31 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 Sep. 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 Sep. 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 Sep. 2021	1,275,430,723	11,245,022	3,293,202,704	8,845,074,138	2,901,848	5,255,364,216	18,683,218,651
31 Dec. 2021	1,476,626,284	19,164,666	4,333,706,334	14,252,288,123	1,759,608	8,363,351,088	28,446,896,103
31 Mar. 2022	2,274,660,042	19,164,666	3,936,440,159	15,643,603,811	1,941,920	10,469,933,532	32,345,744,130
30 Jun. 2022	2,178,866,556	19,164,666	3,621,871,743	19,332,838,535	6,121,030	12,017,707,882	37,176,570,412
30 Sep. 2022	2,179,117,148	19,164,666	5,071,037,194	23,448,416,690	2,024,244	11,993,382,784	42,713,142,726
31 Dec. 2022	2,387,349,833	27,466,269	6,958,152,831	22,101,658,935	2,307,907	19,588,548,445	51,065,484,220
31 Mar. 2023	2,410,529,497	27,466,269	6,649,022,203	21,269,836,769	30,022,889	23,448,914,314	53,835,791,941
30 Jun. 2023	5,266,371,892	27,466,269	8,178,841,954	26,106,201,334	3,445,563	36,765,371,463	76,347,698,476

Source: Central Bank of TRNC

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

Date	Agriculture	Trading	Industry	Exports	Small Business Owners	Tourism	Education	Total
31 Mar. 2019							8,313,450	8,313,450
30 Jun. 2019							8,649,750	8,649,750
30 Sep. 2019							8,498,850	8,498,850
31 Dec. 2019								-
31 Mar. 2020								-
30 Jun. 2020								-
30 Sep. 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 Sep. 2021							3,050,939	3,050,939
31 Dec. 2021							4,477,238	4,477,238
31 Mar. 2022							5,052,801	5,052,801
30 Jun. 2022								-
30 Sep. 2022								-
31 Dec. 2022								-
31 Mar. 2023								-
30 Jun. 2023								-

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 Deposit		Banks				Other		Total
			A- Deposits		B- Reserve Requirements				
	TRY	FX	TRY	FX	TRY	FX	TRY	FX	
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 Sep. 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 Sep. 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 Sep. 2021	171,032,010	65,562,055	316,251,507	5,489,398,381	779,590,602	2,687,809,086	1,008,384	222,498,438	9,733,150,463
31 Dec. 2021	437,260,828	130,405,212	538,918,736	8,286,203,149	843,990,800	4,076,463,550	1,660,347	326,883,210	14,641,735,832
31 Mar. 2022	41,542,335	92,913,386	495,011,173	9,067,846,046	833,032,028	4,630,424,590	1,551,349	452,621,264	15,614,942,171
30 Jun. 2022	354,330,162	218,014,445	469,507,592	10,052,121,471	874,683,337	5,424,432,680	681,372	93,367,622	17,487,138,681
30 Sep. 2022	136,327,273	55,563,696	724,175,129	9,369,188,294	1,099,864,495	5,706,206,931	1,612,439	125,816,464	17,218,754,741
31 Dec. 2022	431,147,142	667,502,907	1,786,187,372	10,959,023,885	1,340,550,756	6,649,292,519	2,932,326	86,189,053	21,922,825,960
31 Mar. 2023	140,413,705	110,168,929	1,973,938,545	10,674,548,696	1,594,175,884	7,294,036,878	3,469,872	462,906,484	22,253,658,994
30 Jun. 2023	297,280,376	160,434,508	1,581,177,387	13,852,674,546	1,787,827,328	10,771,193,230	2,462,475	956,957,291	29,410,007,141

Source: Central Bank of TRNC

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

Years	Months	USD		EURO		GBP	
		Buying	Selling	Buying	Selling	Buying	Selling
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		18.6983	18.7320	19.9349	19.9708	22.4892	22.6065
2023	1	18.7876	18.8215	20.4525	20.4894	23.2356	23.3568
	2	18.8632	18.8972	19.9061	19.9419	22.5272	22.6447
	3	19.1460	19.1804	20.8021	20.8396	23.5943	23.7174
	4	19.4268	19.4618	21.3604	21.3989	24.1829	24.3089
	5	20.3104	20.3470	21.7607	21.7999	25.1280	25.2590
	6	25.8231	25.8696	28.1540	28.2048	32.8076	32.9786
	7						
	8						
	9						
	10						
	11						
	12						

Source: Central Bank of TRNC

Table B.6: Cross Rates

Years	Months	Foreign Currency / USD	
		£	€
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		1.2048	1.0661
2023	1	1.2389	1.0886
	2	1.1963	1.0553
	3	1.2344	1.0865
	4	1.2469	1.0995
	5	1.2393	1.0714
	6	1.2726	1.0903
	7		
	8		
	9		
	10		
	11		
	12		

Source: Central Bank of TRNC

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

Effective Date	Money Supply				Board Decision		Official Gazette	
	TRY	\$	€	£	Date	Number	Date	Number
	Demand	Demand	Demand	Demand				
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
26.07.2023	20.25	1.50	1.00	1.25	25.07.2023	1348	26.07.2023	153

Source: Central Bank of TRNC

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

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

Effective Date	Money Supply				Board Decision		Official Gazette	
	TRY	\$	€	£	Date	Number	Date	Number
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
26.07.2023	6.00	0.75	0.50	0.65	25.07.2023	1348	26.07.2023	153

Source: Central Bank of TRNC

Table B.9: Rediscount Interest Rates (%)

Money Supply																	
Effective Date	TRY					\$				€				£			
	Trad.	Ind. Tour. Agri. Edu.	Exp.	SB	Advances Against FX	Trad.	Ind. Tour. Edu.	Exp.	Advances Against FX	Trad.	Ind. Tour. Edu.	Exp.	Advances Against FX	Trad.	Ind. Tour. Edu.	Exp.	Advances Against FX
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
26.07.23	35.00	30.00	30.00	28.00	29.00	4	4	4	4	4	4	4	4	4	4	4	4

Source: Central Bank of TRNC

Table B.10: Reserve Requirements Ratios (%)

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

Source: Central Bank of TRNC

Table B.11: Dishonoured Cheques

Years	Months	Number of Individuals Restricted from Using Cheque Books	
		Monthly Total	Cumulative Total
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			757
2023	1	54	54
	2	52	106
	3	57	163
	4	53	216
	5	53	269
	6	57	326
	7		
	8		
	9		
	10		
	11		
	12		

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	17,367	15,472	18,928	16,081	18,096	17,531						
	USD	1,277	1,132	1,478	1,265	1,525	1,294						
	EUR	1,239	1,099	1,431	1,187	1,473	1,259						
	GBP	1,929	1,799	2,258	2,026	2,267	2,008						
Internet Banking	TRY	29,307	29,333	34,680	31,280	35,953	33,691						
	USD	1,196	1,064	1,304	1,220	1,590	1,393						
	EUR	997	903	1,155	1,113	1,402	1,272						
	GBP	1,813	1,725	2,277	2,106	2,474	2,199						
Other	TRY	1,159	1,130	1,455	1,010	1,089	1,121						
	USD	24	26	40	20	19	15						
	EUR	25	12	13	18	19	23						
	GBP	48	58	61	44	78	54						
Total	TRY	47,833	45,935	55,063	48,371	55,138	52,343						
	USD	2,497	2,222	2,822	2,505	3,134	2,702						
	EUR	2,261	2,014	2,599	2,318	2,894	2,554						
	GBP	3,790	3,582	4,596	4,176	4,819	4,261						

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	8,072,176,749	7,109,189,187	8,785,176,583	8,800,819,214	10,485,042,860	8,811,081,675						
	USD	104,141,065	86,819,919	111,441,639	107,756,960	136,703,678	88,172,970						
	EUR	70,223,877	55,140,331	99,241,938	57,674,441	81,026,280	68,166,674						
	GBP	92,575,839	85,235,776	93,444,254	83,159,364	105,146,284	96,848,621						
Internet Banking	TRY	1,362,002,943	1,251,752,516	1,665,427,987	1,617,773,768	2,006,196,583	1,791,608,277						
	USD	10,209,237	11,071,377	11,397,252	13,400,784	16,464,701	13,629,186						
	EUR	6,764,411	6,065,447	8,494,314	9,143,068	14,065,289	10,018,187						
	GBP	11,933,862	11,211,746	16,837,423	20,274,888	21,053,730	14,661,579						
Other	TRY	16,649,884	18,961,525	21,325,249	13,953,705	15,902,148	16,340,748						
	USD	84,594	72,562	141,885	40,919	24,034	15,570						
	EUR	46,269	8,673	111,717	18,644	17,844	33,589						
	GBP	120,526	130,963	132,511	56,557	127,676	63,133						
Total	TRY	9,450,829,575	8,379,903,228	10,471,929,818	10,432,546,687	12,507,141,591	10,619,030,700						
	USD	114,434,896	97,963,858	122,980,776	121,198,662	153,192,413	101,817,726						
	EUR	77,034,557	61,214,451	107,847,969	66,836,153	95,109,412	78,218,450						
	GBP	104,630,227	96,578,485	110,414,188	103,490,809	126,327,690	111,573,333						

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	112,788	98,095	111,018	93,341	118,657	94,416						
USD	3,769	3,343	3,828	3,197	4,169	3,405						
EUR	2,061	1,796	1,958	1,657	2,248	1,897						
GBP	2,699	2,535	2,992	2,437	2,948	2,415						

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	4,640,622,221	4,178,186,118	4,927,133,410	4,384,977,206	5,533,511,357	5,103,838,902						
USD	30,941,462	25,196,176	34,308,467	25,804,613	36,028,467	28,831,778						
EUR	18,422,163	15,388,317	23,022,290	14,281,158	19,351,992	17,248,358						
GBP	81,344,822	64,834,213	104,541,825	75,627,575	74,626,694	71,309,608						

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	962	805	1,011	797	943	752						
USD	70	52	56	35	83	52						
EUR	22	14	29	18	22	19						
GBP	62	52	59	44	92	78						

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	107,102,796	84,704,794	89,389,198	64,705,361	123,637,858	61,455,221						
USD	821,651	551,467	805,999	257,315	868,571	956,738						
EUR	638,013	289,913	415,140	271,362	419,430	335,976						
GBP	909,791	1,197,730	808,610	620,662	2,110,914	3,060,803						

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	TRY	15,416	15,422	15,438	15,466	15,469	15,485						
Natural Person Cheques		15,009	15,011	15,012	15,073	15,096	15,147						
Total Number of Cheques		30,425	30,433	30,450	30,539	30,565	30,632						
Legal Person Cheques	USD	1,183	1,187	1,196	1,198	1,205	1,206						
Natural Person Cheques		238	238	236	232	232	232						
Total Number of Cheques		1,421	1,425	1,432	1,430	1,437	1,438						
Legal Person Cheques	EUR	943	943	944	946	936	925						
Natural Person Cheques		202	203	203	203	204	204						
Total Number of Cheques		1,145	1,146	1,147	1,149	1,140	1,129						
Legal Person Cheques	GBP	1,637	1,639	1,634	1,640	1,612	1,615						
Natural Person Cheques		737	739	740	741	743	745						
Total Number of Cheques		2,374	2,378	2,374	2,381	2,355	2,360						

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	TRY	403,350,986	405,924,512	409,046,830	409,481,683	410,910,611	413,613,898						
Natural Person Cheques		332,583,198	333,782,023	334,749,393	337,250,341	338,720,698	342,946,903						
Total Amount of Cheques		753,352,445	755,999,191	757,571,978	762,350,736	764,208,913	769,228,133						
Legal Person Cheques	USD	25,487,265	25,502,625	25,603,778	25,614,778	25,702,989	25,720,489						
Natural Person Cheques		2,622,664	2,622,664	2,615,314	2,598,426	2,598,426	2,604,202						
Total Amount of Cheques		28,109,929	28,125,289	28,219,092	28,213,204	28,301,415	28,324,691						
Legal Person Cheques	EUR	17,609,363	17,609,363	17,616,363	17,640,363	17,529,198	17,524,248						
Natural Person Cheques		1,290,740	1,320,740	1,320,740	1,320,740	1,344,740	1,344,740						
Total Amount of Cheques		18,900,103	18,930,103	18,937,103	18,961,103	18,873,938	18,868,988						
Legal Person Cheques	GBP	34,319,573	34,439,573	34,214,673	34,250,273	32,924,483	32,962,758						
Natural Person Cheques		10,861,332	10,931,332	10,909,635	10,934,635	10,965,635	10,977,835						
Total Amount of Cheques		45,180,905	45,370,905	45,124,308	45,184,908	43,890,117	43,940,592						

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	Equity	Total Assets
30 Sep. 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 Sep. 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 Sep. 2021	17.307,8	4.631,1	3.492,7	32.151,5	-883,6	2.700,1	59.399,6	48.804,6	5.083,8	5.511,2	59.399,6
31 Dec. 2021	24.213,2	6.838,7	4.955,2	42.006,0	-962,0	2.591,9	79.643,0	66.179,1	7.423,0	6.040,9	79.643,0
31 Mar. 2022	27.036,1	8.405,2	5.439,3	45.161,9	-985,2	3.248,4	88.305,7	73.368,1	4.547,8	8.086,3	88.305,7
30 Jun. 2022	30,404.8	9,786.2	6.038,5	48,836.3	-1.016,9	3.477,8	97,526.7	80,962.9	8.945,9	7,617.9	97,526.7
30 Sep. 2022	35,986.0	12,224.6	6.870,7	50,868.3	-1.117,3	4.301,9	109,134.2	90,576.0	10.049,0	8.509,2	109,134.2
31 Dec. 2022	42,632.9	15,443.2	7.975,1	56,587.2	-1.309,5	4.002,7	125,331.6	104,324.5	11.728,2	9,278.9	125,331.6
31 Mar. 2023	44,857.1	18,912.6	8.887,9	60,633.0	-1.279,6	4.902,8	136,913.8	112,525.3	14.113,0	10,275.5	136,913.8
30 Jun. 2023	57,935.3	31,999.4	12.516,3	76,645.8	-1.460,9	6.650,5	184,296.4	152,484.2	19.816,3	11.995,9	184,296.4

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 TRNC	Loans Extended Through Central Bank of TRNC	Other Loans	Total
30 Sep. 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 Sep. 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 Sep. 2021	381,9	0.0	5,7	87,8	214,9	21.525,5	92,8	28,9	6.650,9	909,4	0.0	3.1	0.0	711,2	30.612,1
31 Dec. 2021	564,5	0.0	0,7	130,4	293,7	30.433,5	95,2	38,9	7.472,4	1.004,6	0.0	4.5	0.0	382,4	40.420,8
31 Mar. 2021	673,3	0.0	0,8	145,3	312,5	32.764,9	109,1	45	7.727,5	1.049,3	0.1	5,1	0.0	647,2	43.479,8
30 Jun. 2022	796.0	0.0	0,8	297.4	275.3	35,361.6	102.9	50.3	8,175.0	1,320.1	0.1	0.0	0.0	655,6	47,035.1
30 Sep. 2022	901.9	13.0	0.9	329.9	286.9	36,259.2	113.4	55.3	8,606.6	1,504.1	0.1	0.0	0.0	885,6	48,956.9
31 Dec. 2022	1,115.8	10.0	2.6	336,6	290.1	40,001.4	234.0	55.7	9,376.5	1,770.5	0.1	0.0	0.0	754,1	53,947.4
31 Mar. 2023	1,172.7	25.0	1.1	344.9	95.1	42,455.2	393.8	56.9	10,617.0	1,939.4	0.0	0.0	0.0	811.4	57,912.5
30 Jun. 2023	1,787.2	43.0	1.4	253.3	173.9	54,307.9	464.4	74.6	13,483.3	2,520.1	0.0	0.0	0.0	758.5	73,867.6

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 TRNC	Loans Extended Through Central Bank of TRNC	Other Loans	Total
30 Sep. 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 Sep. 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 Sep. 2021	239,5	0.0	0.0	0.0	22,8	8.181,4	92,8	3.7	3.884,7	904,9	0.0	0.0	0.0	379,0	13.708,8
31 Dec. 2021	296,4	0.0	0.0	0.0	22,4	9.568,8	95,2	3.7	3.987,3	1.000,1	0.0	0.0	0.0	256,4	15.230,3
31 Mar. 2022	360,5	0.0	0.0	0.0	18,7	9.813,4	109,1	3.4	4.067,8	1.043,4	0.0	0.0	0.0	439,4	15.855,6
30 Jun. 2022	452,5	0.0	0.0	0.0	16,9	10.410,4	102.9	3.3	4.389,6	1.311,8	0.1	0.0	0.0	419,8	17.107,3
30 Sep. 2022	550,6	13.0	0.0	0.0	12,8	10.670,5	113.4	2.8	4.864,1	1.491,3	0.1	0.0	0.0	554,0	18.272,6
31 Dec. 2022	685,1	10.0	0.0	0.0	10,1	12.493,6	234.0	2.6	5.488,6	1.758,2	0.1	0.0	0.0	464,8	21.147,1
31 Mar. 2023	705,4	25.0	0.6	0.0	7,3	13.416,2	393.8	2.5	6.619,8	1.925,4	0.0	0.0	0.0	566,8	23.662,8
30 Jun. 2023	1.009,2	43.0	0.0	0.0	61,0	14.582,3	464.4	2.4	8.204,3	2.491,4	0.0	0.0	0.0	315,1	27.173,1

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 TRNC	Loans Extended Through Central Bank of TRNC	Other Loans	Total
30 Sep. 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 Sep. 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 Sep. 2021	142,5	0.0	5,6	87,8	192,0	13.344,1	0.0	25,2	2.766,3	4.5	0.0	3.1	0.0	332,2	16.903,3
31 Dec. 2021	268,1	0.0	0.6	130,4	271,2	20.864,7	0.0	35,2	3.485,1	4.6	0.0	4.5	0.0	126,1	25.190,5
31 Mar. 2022	312,8	0.0	0,8	145,3	293,8	22.951,5	0.0	41,5	3.659,7	5,9	0.0	5,1	0.0	207,7	27.624,2
30 Jun. 2022	343,5	0.0	0.9	297.4	258,3	24.951,2	0.0	47,0	3.785,4	8.2	0.0	0.0	0.0	235,9	29.927,8
30 Sep. 2022	351,4	0.0	0.9	329.9	274,1	25.588,6	0.0	52,5	3.742,5	12,8	0.0	0.0	0.0	331,6	30.684,3
31 Dec. 2022	430,7	0.0	2.6	336,6	280,0	27.507,8	0.0	53,1	3.887,9	12.3	0.0	0.0	0.0	289,3	32.800,3
31 Mar. 2023	467,3	0.0	0,5	344.9	87,8	29.039,0	0.0	54,4	3.997,2	13,9	0.0	0.0	0.0	244,6	34.249,6
30 Jun. 2023	778,0	0.0	1.4	253.3	112,9	39.725,6	0.0	72,2	5.279,0	28.7	0.0	0.0	0.0	443,4	46.694,5

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 Sep. 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 Sep. 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 Sep. 2021	7.474,2	5,28	23.137,9	1,39	30.612,1	2,32
31 Dec. 2021	10.454,8	39,88	29.966,0	29,51	40.420,8	32,04
31 Mar. 2022	11.644,9	11,38	31.834,9	6,24	43.479,8	7,57
30 Jun. 2022	12.920,7	10,96	34.114,4	7,16	47.035,1	8,18
30 Sep. 2022	13.433,2	3,97	35.523,7	4,13	48,956.9	4,09
31 Dec. 2022	15.303,2	13,92	38.644,2	8,78	53,947.4	10,19
31 Mar.2023	16.514,5	7,91	41.398,0	7,13	57,912.5	7,35
30 Jun. 2023	21.199,3	28,37	52.668,3	27,22	73,867.6	27,55

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 Sep. 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 Sep. 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 Sep. 2021	5.696,7	3,50	24.915,4	2,05	30.612,1	2,32
31 Dec. 2021	7.510,6	31,84	32.910,2	32,09	40.420,8	32,04
31 Mar. 2022	8.078,4	7,56	35.401,4	7,57	43.479,8	7,57
30 Jun. 2022	8.503,2	5.26	38,531.9	8,84	47,035.1	8,18
30 Sep. 2022	8.860,0	4,20	40,096.9	4,06	48,956.9	4,09
31 Dec. 2022	9.707,1	9,56	44.240,3	10,33	53,947.4	10,19
31 Mar. 2023	9.413,3	-3,03	48.499,1	9,63	57,912.5	7,35
30 Jun. 2023	10.660,2	13,25	63,207.4	30,33	73,867.6	27,55

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 Sep. 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 Sep. 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 Sep. 2021	27.071,5	1.172,0	1.481,9	528,0	358,7	30.612,1
31 Dec. 2021	36.866,2	1.284,9	1.414,9	506,8	348,0	40.420,8
31 Mar. 2022	39.797,7	1.325,5	1.438,7	549,8	368,1	43.479,8
30 Jun. 2022	42.949,4	1.526,3	1.515,3	602,3	441,8	47.035.1
30 Sep. 2022	44.614,6	1.548,1	1.538,7	653,7	601,8	48,956.9
31 Dec. 2022	49.280,6	1.536,3	1.646,5	711,6	772,5	53.947,5
31 Mar. 2023	52.386,0	1.797,2	1.826,6	852,4	1.050,3	57,912.5
30 Jun. 2023	67.393,8	1.991,5	2.071,3	965,1	1.445,9	73,867.6

Source: Central Bank of TRNC

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

Date	Paid-in Capital	Legal Reserves	Fixed Asset Revaluation Fund	Securities Value Increment Fund	Period Profit (Loss)	Accumulated Profit (Loss)	Total
30 Sep. 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 Sep. 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 Sep. 2021	1.515,8	1.846,6	10,4	261,6	1.038,7	838,1	5.511,2
31 Dec. 2021	1.542,4	2.672,2	11,5	378,5	1.436,3	0,00	6.040,9
31 Mar. 2022	1.989,1	3.246,3	11,5	479,8	532,9	591,7	6.851,3
30 Jun. 2022	2,019.3	3,714.7	11,5	498.4	1,311.7	62.3	7,617.9
30 Sep. 2022	2,028.1	3,766,2	11,5	510.8	2,192.6	0.0	8.509,2
31 Dec. 2022	2,316.1	3,693.6	11,5	554.4	2,703.3	0.0	9,278.9
31 Mar. 2023	2,316.5	4,388.3	11,5	586.2	1,084.9	1,888.1	10,275.5
30 Jun. 2023	2,627.8	5,930,6	11,5	788.2	2,637.8	-	11,995,9

Source: Central Bank of TRNC

Table B.28: Capital Adequacy Ratio (%)

Date	Public Banks	Private Banks	Branch Banks	Banking Sector	Legal Limit
30 Sep. 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 Sep. 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 Sep. 2021	16.07	12.82	22.97	17.05	10.00
31 Dec. 2021	14.14	13.10	22.42	16.66	10.00
31 Mar. 2022	16.1	12.64	24.48	17.5	10.00
30 Jun. 2022	18.74	10.92	23.36	17.67	10.00
30 Sep. 2022	20.90	11.69	22.72	17.26	10.00
31 Dec. 2022	16.28	10.04	21.26	15.33	10.00
31 Mar. 2023	15.58	11.12	20.04	15.41	10.00
30 Jun. 2023	14.51	10.84	19.57	15.11	10.00

Source: Central Bank of TRNC

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

Date	Interest Revenues	Interest Expenditures	Non-Interest Revenues	Non-Interest Expenditures	Net Profit/Loss
30 Sep. 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 Sep. 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 Sep. 2021	3.707,8	2.052,4	599,0	960,5	1.038,7
31 Dec. 2021	5.271,7	2.864,1	894,0	1.411,5	1.436,3
31 Mar. 2022	1.562,1	801,9	343,0	484,1	532,9
30 Jun. 2022	3.343,7	1.652,7	744,4	1.051,1	1.311,7
30 Sep. 2022	5.364,7	2.576,7	1.236,8	2.432,3	2.192,6
31 Dec. 2022	7.738,2	3.632,4	1.923,1	3.425,6	2.703,3
31 Mar. 2023	2.648,1	1.134,2	864,6	1.367,4	1.084,9
30 Jun. 2023	6.171,5	2.520,8	1.675,9	3.115,4	2.637,8

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 Sep. 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 Sep. 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 Sep. 2021	8.914,9	25.099,8	8.467,0	1.481,6	4.841,3	48.804,6
31 Dec. 2021	12.946,1	32.873,1	10.756,5	1.998,1	7.605,3	66.179,1
31 Mar. 2022	14.893,2	36.390,0	11.440,2	2.622,5	8.022,3	73.368,1
30 Jun. 2022	18.722,7	38.786,8	12.282,8	2.862,0	8.308,6	80.962,9
30 Sep. 2022	23.227,1	40.888,7	14.883,1	2.828,3	8.748,8	90.576,0
31 Dec. 2022	28.850,6	44.991,4	17.907,2	2.816,9	9.758,4	104.324,5
31 Mar. 2023	32.423,5	49.476,1	18.362,7	2.756,6	9.506,4	112.525,3
30 Jun. 2023	45.433,9	64.326,9	25.406,1	3.871,6	13.445,7	152.484,2

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 Sep. 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 Sep. 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 Sep. 2021	2.442,9	9.362,6	3.387,2	343,2	234,1	15.770,0
31 Dec. 2021	2.532,0	9.273,2	2.916,9	335,0	251,8	15.308,9
31 Mar. 2022	2.962,5	9.752,7	3.024,2	282,7	223,0	16.245,1
30 Jun. 2022	3.490,3	9.374,7	3.106,6	282,5	199,9	16.454,0
30 Sep. 2022	4.329,8	9.538,8	3.587,9	125,2	205,6	17.787,3
31 Dec. 2022	5.717,7	10.409,4	4.151,8	144,2	328,8	20.751,9
31 Mar. 2023	6.389,4	10.739,5	4.126,3	134,9	213,6	21.603,6
30 Jun. 2023	7.296,1	10.472,9	3.885,7	145,8	189,2	21.989,7

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 Sep. 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 Sep. 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 Sep. 2021	6.472,1	15.737,1	5.079,8	1.138,3	4.607,3	33.034,6
31 Dec. 2021	10.414,2	23.599,9	7.839,6	1.663,0	7.353,5	50.870,2
31 Mar. 2022	11.930,7	26.637,2	8.416,0	2.340,0	7.799,3	57.123,1
30 Jun. 2022	15.232,4	29.412,1	9.176,2	2.579,6	8.107,6	64.508,9
30 Sep. 2022	18.897,3	31.349,9	11.295,2	2.703,1	8.543,2	72.788,7
31 Dec. 2022	23.132,9	34.582,0	13.755,4	2.672,7	9.429,6	83.572,6
31 Mar. 2023	26.034,1	38.736,6	14.236,3	2.621,8	9.292,8	90.921,6
30 Jun. 2023	38.137,8	53.854,0	21.520,4	3.725,7	13.256,6	130.494,5

Source: Central Bank of TRNC

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

Date	Official	Commercial	Savings	Other	Banks	Total
30 Sep. 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 Sep. 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 Sep. 2021	2.821,0	10.051,6	34.919,8	1.012,2	2.785,5	51.590,1
31 Dec. 2021	3.797,4	13.675,2	47.406,0	1.300,5	4.253,6	70.432,7
31 Mar. 2022	4.124,3	15.220,0	52.713,4	1.310,4	4.217,5	77.585,6
30 Jun. 2022	3,850.7	17,873.1	57,828.7	1,410.4	4,652.3	85,615.2
30 Sep. 2022	3,968.9	21,453.9	63,594.9	1,558.3	5,148.6	95,724.6
31 Dec. 2022	4,367.7	25,888.3	72,404.4	1,664.1	6,081.6	110,406.1
31 Mar. 2023	4,644.7	27,171.0	78,635.2	2,074.3	7,198.3	119,723.3
30 Jun. 2023	5,626.1	37,574.6	106,573.2	2,710.3	10,970.,2	163.454,5

Source: Central Bank of TRNC

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

Date	Official	Commercial	Savings	Other	Banks	Total
30 Sep. 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 Sep. 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 Sep. 2021	1.858,3	3.002,1	10.405,1	504,5	193,0	15.963,0
31 Dec. 2021	2.440,1	2.665,2	9.645,0	558,7	739,4	16.048,4
31 Mar. 2022	2.433,9	3.056,1	10.259,0	496,1	418,9	16.664,0
30 Jun. 2022	2.019,2	3.359,2	10.547,0	528,6	655,7	17.109,7
30 Sep. 2022	2.313,7	3.848,2	11.007,4	618,0	1.071,5	18.858,8
31 Dec. 2022	2.445,3	5.180,1	12.530,3	596,2	1.963,1	22.715,0
31 Mar. 2023	2.527,3	5.251,5	12.927,0	897,8	3.010,3	24.613,9
30 Jun. 2023	2.503,8	5.395,2	13.023,2	1.067,6	4.968,0	26.957,8

Source: Central Bank of TRNC

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

Date	Official	Commercial	Savings	Other	Banks	Total
30 Sep. 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 Sep. 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 Sep. 2021	962,6	7.049,6	24.514,7	507,7	2.592,5	35.627,1
31 Dec. 2021	1.357,3	11.010,0	37.761,0	741,9	3.514,1	54.384,3
31 Mar. 2022	1.690,5	12.163,9	42.454,4	814,2	3.798,6	60.921,6
30 Jun. 2022	1.831,5	14.513,9	47.281,7	881,8	3.996,6	68.505,5
30 Sep. 2022	1.655,2	17.605,7	52.587,5	940,3	4.077,1	76.865,8
31 Dec. 2022	1.922,4	20.708,2	59.874,1	1.067,9	4.118,5	87.691,1
31 Mar. 2023	2.117,4	21.919,4	65.708,2	1.176,6	4.187,8	95.109,4
30 Jun. 2023	3.122,3	32.179,4	93.550,0	1.642,8	6.002,2	136.496,7

Source: Central Bank of TRNC

Table B.36: Money Supply (Million TRY)

Year	Quarter	M1	Year-on-Year Percentage Change	M2	Year-on-Year Percentage Change	M3	Year-on-Year Percentage Change
2019	I	6.297,8	30,49	29.051,7	27,17	31.226,9	27,50
	II	6,581.7	23.20	30,066.1	22.77	32,390.9	22.97
	III	6,775.1	8.49	30,109.1	5.40	33,243.7	8.29
	IV	7,386.0	28.97	33,164.4	23.53	35,890.4	24.32
2020	I	7,872.2	25.00	34,635.5	19.22	37,612.4	20.45
	II	8,529.4	29.59	35,839.0	19.20	38,294.3	18.23
	III	9,724.8	43.54	40,684.0	35.12	43,787.2	31.72
	IV	10,077.1	36.44	41,842.8	26.17	45,299.2	26.22
2021	I	10.461,4	32,89	45,118.5	30.27	48,624.9	29.28
	II	11,257.1	31.98	47,658.2	32.98	50,639.9	32.24
	III	12,381.7	27.32	49,727.0	22.23	52,622.7	20.18
	IV	17,349.1	72.16	67,053.5	60.25	71,396,0	57.61
2022	I	19,759.9	88.88	74,364.7	64.82	78,623.5	61.69
	II	23,814.8	111.55	82,490.8	73.09	86,691.6	71.19
	III	28.312,8	128.67	92,082.7	85.18	96,243.4	82.89
	IV	34,326.7	97.86	105,913.6	57.95	111,344.3	55.95
2023	I	37,879.5	91.70	114,214.7	53.59	119,110.0	51.49
	II	52,340.1	119.78	154,738.8	87.58	160,822.6	85.51
	III						
	IV						

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	BANKMARE 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	TC ZİRAAT BANKASI A.Ş.
20	ALBANK LTD.
21	TÜRK EKONOMİ BANKASI A.Ş.
22	DENİZBANK A.Ş.

Source: Central Bank of TRNC

Table B.38: Main Economic and Social Indicators

	2015	2016	2017	2018	2019	2020	2021	2022
GNP (Current Prices, Million TRY)	10.222,4	11.601,2	14.544,8	18.324,2	21.395,4	21.407,5	30.143,7	33,229.1 ^(T)
GNP (Million USD)	3.749,0	3.837,9	3.983,8	3.790,8	3.766,8	3.048,6	3.385,8	4,466.9 ^(T)
GNP per capita (Current Prices, TRY)	37.413	42.022	51.799	64.178	71.851,4	70.606,2	99.080,5	n.a
GNP per capita (USD)	13.721	13.902	14.187	13.277	12.649	10.055	11.129	14,033.4 ^(T)
Inflation Rate (%)	7,8	10.2	14,7	29,9	11,6	15.0	46,1	94,5
Exports (Million USD) (1)	118,1	105,5	105,6	100,9	82,5	101,1	128,6	95,8*
Imports (Million USD)	1.500,6	1.557,2	1.778,4	1.816,4	1.587,9	1.319,6	1.572,1	1.204,2*
Foreign Trade Balance (Million USD)	-1.382,5	-1.415,2	-1.672,8	-1.715,5	-1.505,4	-1.218,5	-1.443,5	-1.108,4*
Exports/Imports (%)	7.9	6,9	5,9	5,6	5.2	7.7	8.2	8,0*
Number of Arriving Tourists	1.483.244	1.577.073	1.734.330	1.759.625	1.749.979	388.837	552.312	1.415.066
a) Turkey	1.110.795	1.218.232	1.324.248	1.359.420	1.358.465	307.717	438.700	1.117.675
b) Other	372.449	358.841	410.082	400.205	391.514	81.120	113.612	297.391
Net Tourism Income (Million USD)	697,7	714,4	864,9	912,4	954,5	165,4	1,066.0 ^(T)	1,116.7 ^(T)
Employment	112.811	118.387	120.999	132.411	138.438	132.883	125.739	153,710 ^(T)
Number of Unemployed	9.043	8.075	7.452	9.872	9.317	14.950	10.646	n.a
Unemployment Rate (%)	7,4	6,4	5,8	6,9	6,3	10,1	7,8	5.9 ^(T)
Non-institutional Population (2)	299.514	307.255	314.169	347.340	357.216	359.108	365.474	n.a
Population (Projection) (3)	331.432	339.478	351.965	372.486	382.230	382.836	390.745	n.a
Annual Population Growth (%)	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 - August 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 2012-2021 projection data prepared using the census data conducted in 2011. Population figures are not used in GNP per capita calculation. Population figures used in the calculation of GNP per capita: (mid-year population) + (TRNC citizen students studying abroad) - (Turkish students studying in TRNC + third country citizen students)

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

Sectors	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022 ^(T)
1. Agriculture	366,4	386,5	405,0	489,3	552,5	647,6	658,8	1.139,4	1.171,2	1.279,8	2.525,8	2.330,4
2. Industry	558,5	587,1	636,6	779,7	937,7	1.064,7	1.413,3	1.537,9	1.675,7	2.064,4	2.273,9	2.811,9
3. Construction	408,5	335,8	370,7	370,2	480,5	511,6	836,4	1.081,4	1.235,1	2.054,6	2.247,8	1.686,4
4. Trade - Tourism	1.216,8	1.385,3	1.527,9	1.829,1	2.012,9	2.280,6	2.921,8	3.814,5	4.746,7	2.746,6	4.153,8	8.089,9
5. Transportation - Communication	553,1	642,9	711,4	788,0	896,6	965,3	1.156,6	1.339,0	1.564,7	1.370,7	2.764,2	2.474,8
6. Financial Institutions	472,6	506,0	579,7	637,4	719,4	887,6	1.007,7	1.486,4	1.717,3	1.685,6	2.678,8	2.460,6
7. Housing Income	274,4	305,8	358,2	398,9	456,2	535,3	655,6	896,3	1.102,4	1.356,9	2.206,5	1.801,1
8. Self-Employment and Services	727,5	801,8	891,6	1.026,1	1.422,6	1.679,9	2.289,8	2.889,9	2.819,4	2.755,2	4.272,0	5.186,3
9. Public Services	1.294,3	1.294,9	1.349,9	1.603,6	1.715,2	1.850,1	2.193	2.461,1	3.441,7	4.146,0	4.670,8	3.551,0
10. Import Taxes	637,0	709,1	775,9	936,4	971,8	1.178,3	1.411,5	1.678,1	1.921,2	1.947,7	2.350,1	2.836,5
11. GDP	6.509,0	6.955,1	7.606,9	8.858,6	10.222,5	11.601,2	14.544,8	18.324,1	21.395,4	21.407,5	30.143,7	33.229,1
12. Net Factor Income from Abroad	50,2	-39,3	-27,5	-18,2	-11,7	4,2	6,9	10,6	13,7	17,1	45,1	22,7
GNP	6.559,2	6.915,8	7.579,4	8.840,4	10.210,7	11.605,5	14.551,8	18.334,8	21.409,1	21.424,6	30.188,9	33.251,9

Source: SPO, TRNC Statistical Institute

^(T) Target

Table B.40: Percentage Distribution of Gross Domestic Product

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

Source: SPO, TRNC Statistical Institute

^(F) Forecast

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	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	20.152,0	24.088,1	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	2.844,8	4.102,7	4.979,0	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	14.852,4	16.332,9	19.109,1	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	4.332,4	5.791,0	4.390,5	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	14.002,4	15.618,1	17.034,1	22.831,5	26.614,8
6. Private Savings Ratio (%)	28,0	20,8	25,0	23,3	29,8	29,4	29,0	17,0	29,8	20,7	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	3.482,4	5.076,2	2.315,5	8.159,0	8.636,7

Source: SPO

^(F) Forecast

^(T) Target

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

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

Source: SPO, TRNC Statistical Institute

^(T) Target

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

	2019	2020	2021
1. Current Accounts Balance	443,02	-260,44	-47,47
2. Capital Accounts Balance	0,00	-6,79	-15,90
3. Financing Balance	-187,88	-424,71	-233,00
4. Net Errors and Omissions	-469,11	-87,27	-205,39
5. Current Assets	161,79	70,21	-35,76

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

Table B.44: Year-on-year Consumer Prices Index (December Comparison)

Months	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
January	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	2.62
February	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	4.65
March	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	2.10
April	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	5.30
May	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	3.62
June	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	11.44
July	3.6	11.5	0.8	0.92	7.02	-0.28	3.21	5.15	1.90	3.23	9.29	14.64	8.72	6.44	11.26	64.93	
August	5.9	11.3	2.6	1.92	9.49	0.84	4.17	5.77	2.72	4.00	9.75	24.29	9.12	8.87	14.09	70.38	
September	7.7	14.3	3.3	2.58	10.39	2.57	6.30	5.84	5.78	4.63	10.31	31.99	11.18	10.7	16.46	75.64	
October	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	81.64	
November	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	86.14	
December	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	94.51	

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	94.51	64.27
1995	72.2	76.1	2009	5.7	6.5	2023	65.43	38.21
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	Month-to-month Change Rates of Main Goods and Services Groups											
	2023											
	1	2	3	4	5	6	7	8	9	10	11	12
1. Food and Non-Alcoholic Beverages	2.89	6.88	3.30	5.55	1.49	-0.56						
2. Alcoholic Beverages and Tobacco	5.51	5.92	1.18	0.55	1.23	11.04						
3. Clothing and Shoes	1.32	-1.03	2.35	5.23	7.47	4.19						
4. Housing, Water, Electricity, Gas and Other Fuels	0.56	4.09	0.93	2.15	3.50	6.89						
5. Furniture, Home Appliances and Home Maintenance Services	9.76	8.31	2.88	2.87	0.21	3.06						
6. Health	6.55	5.92	4.86	0.83	0.85	4.38						
7. Transportation	2.33	3.27	0.52	6.47	3.81	13.44						
8. Communication	1.97	35.80	0.08	0.41	4.35	2.46						
9. Entertainment and Culture	1.57	0.76	0.74	8.03	10.89	18.25						
10. Education	0.45	0.21	0.14	1.67	1.99	63.10						
11. Restaurants and Hotels	-3.43	2.44	5.20	13.75	4.45	17.98						
12. Miscellaneous Goods and Services	12.19	4.31	3.15	2.78	1.76	8.31						
General	2.62	4.65	2.10	5.30	3.62	11.44						

Source: SPO, TRNC Statistical Institute

Table B.47: Minimum Wage

Years	Minimum Wage (TRY)	Exercise Date
1997	33,800,000	01.09.1997
1998	50,250,000	01.01.1998
1998	67,000,000	01.09.1998
1999	85,000,000	01.01.1999
1999	103,000,000	01.01.1999
2000	137,000,000	01.01.2000
2000	160,000,000	01.07.2000
2001	200,000,000	01.01.2001
2001	240,000,000	01.08.2001
2002	320,000,000	01.01.2002
2002	380,000,000	01.10.2002
2003	440,000,000	01.01.2003
2003	500,000,000	01.08.2003
2004	550,000,000	01.03.2004
2004	627,000,000	01.07.2004
2005	720	01.06.2005
2006	780	01.01.2006
2006	860	01.08.2006
2007	960	01.02.2007
2008	1,060	01.01.2008
2008	1,190	01.09.2008
2009	1,237	01.10.2009
2011	1,300	01.01.2011
2013	1,415	01.01.2013
2014	1,560	01.01.2014
2014	1,675	01.11.2014
2015	1,730	01.09.2015
2016	1,834	01.07.2016
2017	2,020	01.02.2017
2017	2,175	01.07.2017
2018	2,365	01.03.2018
2018	2,620	01.09.2018
2019	3,150	01.02.2019
2019	3,400	01.08.2019
2020	3,820	01.02.2020
2021	4,400	01.02.2021
2021	4,970	01.09.2021
2022	7,000	01.01.2022
2022	9,885	01.07.2022
2023	13,563	01.01.2023
2023	18,103	01.07.2023

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

Table B.48: Fuel Retail Prices

Date	Unleaded Gas		Euro Diesel	Petroleum
	95 Octane	98 Octane		
06.10.2021	7.84	7.99	7.30	7.27
28.10.2021	8.80	8.96	8.44	8.39
18.11.2021	9.17	9.30	8.78	8.75
07.12.2021	10.37	10.58	10.09	9.99
15.12.2021	11.65	11.89	11.23	11.13
28.01.2022	12.60	12.84	12.55	12.67
16.02.2022	13.70	13.94	13.55	13.36
04.03.2022	14.73	14.97	14.62	14.13
10.03.2022	18.75	19.00	21.07	19.47
17.03.2022	17.33	17.58	18.07	17.02
23.03.2022	18.57	18.82	20.88	20.12
15.04.2022	18.14	18.38	19.78	18.44
27.05.2022	23.54	23.81	22.19	21.58
09.06.2022	26.00	26.08	27.00	25.50
02.07.2022	24.86	25.14	25.73	24.45
08.07.2022	23.81	24.10	24.86	23.23
16.07.2022	22.52	22.82	24.86	23.23
23.07.2022	21.29	21.59	23.86	23.23
29.07.2022	22.26	22.57	25.47	25.00
03.08.2022	21.16	21.47	23.47	23.84
06.08.2022	19.64	19.95	23.47	23.84
10.08.2022	19.64	19.95	22.26	22.33
13.08.2022	20.75	21.06	23.99	23.70
23.08.2022	20.75	21.06	25.70	25.43
03.09.2022	18.42	18.73	24.70	25.43
07.09.2022	20.42	20.73	25.70	25.43
08.09.2022	20.42	20.73	24.44	25.43
10.09.2022	19.54	19.85	23.94	24.32
17.09.2022	20.29	20.60	23.69	24.16
24.09.2022	19.91	20.22	22.68	22.92
08.10.2022	20.90	21.21	24.92	23.82
15.10.2022	21.35	21.66	26.94	25.85
22.10.2022	20.87	21.18	26.10	25.10
29.10.2022	21.72	22.03	25.46	24.22
05.11.2022	22.80	23.11	25.46	24.22
19.11.2022	21.80	22.11	24.03	23.22
26.11.2022	20.50	20.81	22.73	22.60
03.12.2022	20.50	20.81	21.73	21.65
09.12.2022	18.50	18.81	20.43	20.35
16.12.2022	18.00	18.31	19.93	19.85
30.12.2022	18.57	18.88	20.54	20.27
20.01.2023	20.16	20.47	21.96	21.96
27.01.2023	21.00	21.31	22.71	23.28
03.02.2023	20.06	20.92	21.27	22.09
10.02.2023	20.26	20.57	19.68	19.39
17.03.2023	19.70	20.01	18.75	18.04
14.04.2023	21.40	21.72	19.46	19.04
21.04.2023	20.55	20.87	19.02	18.57
09.06.2023	21.97	22.32	20.64	20.64
16.06.2023	22.89	23.38	20.64	20.64
27.06.2023	24.25	24.78	22.14	22.14

Source: Ministry of Economy and Energy

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

Years	Turkey	European Union 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	2,733,4847	38,472,891	7,359,533	120,681,239
2014	78,446,382	8,304,840	835,323	40,583,800	5,814,745	133,985,090
2015	66,228,637	6,195,715	3,811,828	35,611,170	5,885,294	117,732,644
2016	65,926,162	10,664,066	893,816	23,981,854	4,022,010	105,487,908
2017	63,818,406	8,362,779	1,681,343	22,247,673	9,505,787	105,615,988
2018	52,127,770	10,376,400	2,536,815	26,110,465	9,700,495	100,851,945
2019	43,130,122	2,129,943	2,236,897	30,490,266	4,448,151	82,465,379
2020	49,500,656	2,041,116	10,440,836	31,554,011	7,568,755	101,105,374
2021	63,422,518	1,919,596	6,064,178	33,423,541	23,816,180	128,646,013
2022 (January - August)	53,283,390	1,913,027	549,122	24,494,961	15,564,512	95,805,012

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
2008	1,172,502,792	236,344,802	109,156,742	78,503,072	56,482,297	27,673,475	1,680,657,180
2009	923,438,219	205,604,209	87,720,997	30,311,431	52,507,371	26,582,965	1,326,165,192
2010	1,137,378,970	251,285,189	90,266,660	29,873,873	69,000,395	26,375,578	1,604,180,665
2011	1,165,712,306	286,204,302	82,493,886	42,982,735	87,880,256	34,654,478	1,699,927,963
2012	1,234,214,030	247,749,409	81,109,808	28,245,460	81,484,144	31,111,112	1,703,913,963
2013	1,155,334,547	257,018,820	113,400,316	59,110,065	86,239,017	28,323,666	1,699,426,431
2014	995,563,199	238,330,438	125,280,677	70,915,525	75,481,630	33,204,743	1,538,776,212
2015	967,563,226	271,360,515	115,042,857	45,084,868	70,781,057	30,744,861	1,500,577,384
2016	940,845,300	326,806,415	133,943,157	51,872,616	69,557,193	34,165,573	1,557,190,254
2017	1,043,002,512	387,506,424	150,130,828	61,166,015	87,668,520	48,929,706	1,778,404,005
2018	1,068,509,898	356,271,158	149,333,076	90,732,549	100,527,838	50,989,832	1,816,364,351
2019	927,163,386	287,971,697	152,984,913	85,855,064	95,200,820	38,744,575	1,587,920,455
2020	796,336,209	224,715,672	159,347,833	41,763,482	58,582,973	38,888,790	1,319,634,959
2021	988,219,834	235,949,063	140,221,802	58,668,671	102,825,979	46,204,460	1,572,089,809
2022 (January - August)	830,536,413	133,084,066	81,985,375	48,335,638	76,413,899	33,882,613	1,204,238,004

Source: Department of Trade

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

Years	Ercan	Kyrenia	Famagusta	Karpasia	Total
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	1,461,733	138,384	34,140	303	1,634,560
2023 (January - June)	817,285	54,116	13,278	150	884,829

Source: Tourism Planning Department

Table B.52: Total Border Gate Entries in 2022 - 2023 (Number of persons)

Nationality	TRNC		Southern Cyprus		Other Countries		Total	
	2022	2023	2022	2023	2022	2023	2022	2023
January	96,086	171,463	173,327	237,551	68,131	126,373	337,544	535,387
February	122,830	185,400	176,744	204,371	74,437	123,354	374,011	513,125
March	125,519	198,626	204,509	232,786	107,582	153,623	437,610	585,035
April	135,403	207,264	231,192	259,644	149,582	190,717	516,177	657,625
May	170,668	216,498	248,181	245,851	167,434	191,743	586,283	654,092
June	161,979	220,276	264,064	261,418	177,737	200,782	603,780	682,476
July	178,805		272,994		196,884		648,683	
August	168,164		311,463		223,088		702,715	
September	188,155		248,213		188,820		625,188	
October	181,580		242,822		197,577		621,979	
November	176,829		215,055		148,633		540,517	
December	200,786		246,932		136,725		584,443	
Total	1,906,804	1,199,527	2,835,496	1,441,621	1,836,630	986,592	6,578,930	3,627,740

Source: Tourism Planning Department

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

Countries	2016	2017	2018	2019	2020	2021	2022	2023 (January - June)
Turkey	621,819	710,889	776,428	773,936	154,686	265,911	707,284	520,962
TRNC	53,224	55,613	49,344	50,560	42,410	64,329	71,812	24,958
Other	249,079	348,471	317,434	336,184	68,229	71,276	251,362	337,457
Grand Total	924,122	1,114,973	1,143,206	1,160,680	265,325	401,516	1,030,458	506,838

Source: Tourism Planning Department

ANNEX C. NOTES

Money Supply

The term 'Money Supply' in the broad definition encompasses the total amount of means that circulate and function as money within an economy. While the specific components may differ across countries or over

time, the 'Money Supply' is typically categorized into M1 (Narrow Money Supply), M2 (Intermediate Money Supply), and M3 (Broad Money Supply) based on their liquidity ratios. The calculation of these measures is as follows:

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

M2= M1 + Time Deposits in the Banks

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

Deposits and Loans

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

reflect the financial position of the banks on that day. It should be noted that these balance sheets are considered 'Temporary' as the Central Bank may request amendments to specific items following certain examinations.

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 typically reported on a monthly, quarterly, and annual basis. Additionally, the monthly data for the banking sector is available for public access 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.

Please note that the banking data presented here is based on temporary balances, and our bank does not provide any guarantee regarding its accuracy. The information provided is solely for informational purposes, and our bank does not assume responsibility for its accuracy. Furthermore, our bank retains the right to revise or modify the data, either partially or entirely, without prior notice. As a result, the periodic information contained in this Bulletin is subject to change due to updates in previous or subsequent bulletins, for various reasons.

Monetary Data of the Banking Sector

The monetary aggregates for the sector are derived from the temporary balances submitted by banks to the Central Bank of the TRNC. These balance sheets are prepared as of the last day of each calendar month and

Central Bank of the TRNC

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