



CENTRAL BANK OF THE TRNC

QUARTERLY BULLETIN



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I: FOREWORD

In the World Economic Outlook Report published by the IMF in October 2023, it was estimated that global growth would slow down in 2023 and decline to 3 percent from 3.5 percent in 2022. The report underlined that the global growth rate projected for 2023 is well below the average growth rate of 3.8 percent between 2000 and 2019. The IMF report also included the expectation that three-quarters of economies will see lower rates of headline inflation in 2023. In the Economic Outlook Report published by the OECD in September 2023, it was emphasized that global growth will remain well below the long-term average of 3 percent in 2023 due to the slowdown in China's economic recovery and the impact of tighter monetary policies.

The CBRT Monetary Policy Committee (MPC) raised the policy rate, the one-week repo rate, to 35 percent at its meeting held in October 2023. In the text published after the last meeting, it was stated that the Committee decided to continue the monetary tightening process in order to establish disinflation as soon as possible, anchor inflation expectations and contain the deterioration in the pricing behavior.

In the third quarter of 2023, month-on-month inflation rates in TRNC were 9.90 percent, 8.14 percent and 3.27 percent in July, August and September, respectively. In the third quarter of 2023, annual inflation rates compared to the same month of the previous year were realized as 72.81 percent in July, 80.9 percent in August and 81.22 percent in September. At the end of September 2023, the sectors with the highest annual price increases were education with 113.81 percent, clothing and shoes with 90.69 percent, restaurants and hotels with 90.66 percent and health with 90.64 percent. By the end of September 2023, the lowest price increase was in alcoholic beverages and tobacco with 61.14 percent.

In the first nine months of 2023, the number of passengers entering the country by air and sea increased by 35.3 percent compared to the same period of the previous year and reached 1,328,518, exceeding the pre-pandemic level. In July, August and September 2023, the number of passengers arriving by air and sea was 164,656, 175,905 and 208,382, respectively. In the first nine months of 2022, the number of people, excluding TRNC nationals, entering our country through border gates was 3,484,382, while this figure was realized as 3,967,572 in the same period of 2023. In the third quarter of 2023, the number of arrivals through border gates increased to 870,463 for the nationals of Southern Cyprus and 668,896 for the nationals of other countries.

In the third quarter of fiscal year 2023, budget revenues and budget expenditures amounted to 10,458.8 million TRY and 8,872 million TRY, respectively. Thus, public finances posted a surplus of 1,586.8 million TRY in the third quarter of 2023. The tax revenues item, which has the largest share in budget revenues, increased by 97.9 percent year-on-year to 7,556.3 million TRY. The second largest item in budget revenues, donations, grants and loans received, was 1,694.7 million TRY in the third quarter of 2023. In the third quarter of 2023, the first two items with the largest shares in budget expenditures were current transfers and personnel expenditures, which amounted to 4,058.7 million TRY and 3,307.7 million TRY, respectively.

In the third quarter of 2023, a total of TL 883.5 million was borrowed through Government Domestic Borrowing Bonds (GDBB) auctions, 2.1 billion TRY of GDBB was repaid and thus a net debt repayment of 1.2 billion TRY was recorded. At the end of 2022, the total domestic debt stock through GDBB and short-term advances was 1,883 million TRY, while it

became 1,702.3 million TRY at the end of the third quarter of 2023, and net debt repayments through GDBB and short-term advances amounted to 180.7 million TRY in the first three quarters of 2023. In the third quarter of 2023, the Central Bank did not extend any short-term advances to the Ministry of Finance.

At end-September 2023, total assets of the banking sector, which stood at 184,296.4 million TRY at end-June 2023, rose by 8.6 percent quarter-on-quarter to 200,147.1 million TRY. As of September 2023, the sector's total loans and deposits amounted to 78,136 million TRY and 164,693 million TRY, respectively. In September 2023, compared to the previous quarter, cash and cash equivalents increased by 11.56 percent, SP by 8.55 percent, gross loans by 5.54 percent and other assets by 12.26 percent. In the third quarter of 2023, the largest share in the sector's total assets belonged to gross loans with 40.42 percent. Gross loans were followed by cash and cash equivalents with 32.29 percent, SP with 17.35 percent and other assets with 9.94 percent. Although gross loans increased by 59.02 percent year-on-year, the share of gross loans in total assets decreased by 6.19 percentage points to 40.42 percent, indicating a decline in loan demand. As of September 2023, 82.29 percent of total liabilities were composed of deposits, 7.2 percent of equity, 5.69 percent of loans to banks and 4.82 percent of other liabilities. As of September 2023, business loans, amounting to 56,308.8 million TRY, ranked first among loan types, while consumer loans, amounting to 14,519 million TRY, ranked second. As of September 2023, 84.74 percent of deposits were FX deposits and 15.26 percent were TRY deposits, while the loan-to-value ratio of TRY deposits excluding NPLs was 114.54 percent and the loan-to-value ratio of FX deposits was 35.36 percent.

In the third quarter of 2023, the capital adequacy standard ratio (CASR) of the banking sector increased by 2.66 points quarter-on-quarter and stood at 17.77 percent, above the legal limit of 10 percent. Across bank groups, the SASR stood at 16.72 percent for public banks, 14.65 percent for private banks and 21.28 percent for branch banks.

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 third 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	Organization for Economic Co-operation and Development
ONS	Office for National Statistics
OPEC	Organization 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 World Economic Outlook Report published by the IMF in October 2023, it was estimated that global growth, which was 3.5 percent in 2022, would fall to 3.0 percent in 2023. The report emphasizes that this rate is well below the average of 3.8 percent between 2000 and 2019. Due to the tight monetary policies implemented by advanced economies, growth rates are expected to fall from 2.6 percent in 2022 to 1.5 percent in 2023 and 1.4 percent in 2024. Growth in emerging economies is projected to decline slightly from 4.1 percent in 2022 to 4.0 percent in 2023 and 2024.

The World Economic Outlook forecasts that global inflation will continue to decline steadily due to both low international commodity prices and the tight monetary policies implemented by the central banks of advanced economies. The report forecasts that global inflation will decline from 8.7 percent in 2022 to 6.9 percent in 2023 and 5.8 percent in 2024.

The IMF report noted that almost three-quarters of economies are expected to see lower headline inflation in 2023. However, it was underlined that the pace of disinflation would be faster in advanced economies than in emerging economies. According to the report, headline inflation in advanced economies is expected to fall by an annual average of 2.7 percentage points in 2023, while inflation in emerging economies is expected to fall by 1.3 percentage points. Some of this difference is attributed to the stronger monetary policy frameworks and communication policies of advanced economies, which facilitate the fight against inflation. On the other hand, another reason for this difference is that advanced economies are less exposed to shocks related to commodity prices and exchange rates compared to emerging economies.

The OECD's Economic Outlook Interim Report, released in September 2023, forecasts that the global economy will slow down after a stronger-than-expected start to 2023, helped by low energy prices and China's reopening. Global GDP grew by 3.2 percent in the first half of 2023, above expectations compared to the same period of the previous year. The report stated that the

weakening of the recovery in China and the effects of tighter monetary policy implementations have started to be seen. In the report, global GDP growth is projected to remain below the long-term average of 3 percent and 2.7 percent in 2023 and 2024, respectively.

The OECD report emphasized that risks that may affect global growth on the downside persist. Among the downside risks, the main concerns are the strength and pace of monetary policy transmission and the uncertainty over the persistence of inflation. The Report emphasized that the adverse effects of higher interest rates may be stronger than expected and that additional monetary policy tightening in the event of more persistent inflation may expose financial vulnerabilities.

In the related report, another downside risk to global growth was identified as adverse supply shocks that may emerge in global commodity markets. The report notes that energy prices are far from the peaks seen in 2022 following the Russia-Ukraine war, but the potential for supply disruptions in the oil, coal and gas markets remains high. It was emphasized that if energy prices were to rise again, this would give a new impetus to headline inflation and harm the growth of commodity-importing economies.

The economic outlook interim report noted a faster-than-expected decline in headline inflation (CPI), largely driven by the sharp fall in energy prices from late 2022 to mid-2023. In addition, it has been noted that there is considerable variation in inflation rates across major economies. For example, while inflation rates are close to zero in China, they are 50 percent in Turkey and over 100 percent in Argentina. The report underlines that headline inflation in almost all G20 economies is well above central bank targets.

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	2.9
World Bank	6.0	3.1	2.8	2.1	2.7	2.4
OECD	6.1	3.3	3.6	3.0	2.7	2.7

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 November 2023, it was stated that the high depreciation of the Turkish lira, wage adjustments, price hikes in taxes and administered items, as well as the upward movements in global energy prices, particularly crude oil, were the main drivers of the annual inflation that reached 61.53 in the third quarter of 2023. In addition, it was noted that another factor exacerbating inflationary pressures was the prices of fresh fruits and vegetables, which rose well above their seasonal trends in the last quarter.

In the Inflation Report, the CPI is projected to be 65 percent by the end of 2023, falling to 36 percent by the end of 2024 and 14 percent by the end of 2025. The 7-point increase in the end-2023 forecasts made in previous reports was attributed to the expectation that inflation would increase more than expected due to the exchange rate, supply-side effects in some unprocessed food products and fuel prices.

In the Inflation Report, it was stated that the global risk appetite deteriorated amid expectations that central banks of advanced economies would continue with their tight monetary policies, and risk premium indicators increased in emerging economies in line with this situation. Nevertheless, the CBRT report stated that as a result of the disinflation-oriented monetary policy framework, the increase in Turkey's CDS premium and the weakening of the Turkish lira were relatively limited and international reserves continued to increase. The post-June 2023 Turkey CDS premium declined sharply to 413 basis points as of October 27. The report stated that the CBRT's gross international reserves maintained the strong upward trend since June and reached 126.1 billion US dollars as of October 20.

1.2 ECONOMIC AND FINANCIAL OUTLOOK

1.2.1 GROWTH

The US economy grew by 2.1 percent year-on-year in the second quarter of 2023. In the third quarter of 2023, according to preliminary data, US GDP increased by 4.9 percent on an annual basis. The third-quarter growth in 2023 was driven by increases in consumer spending, exports, state and local government expenditures, federal government expenditures and residential fixed

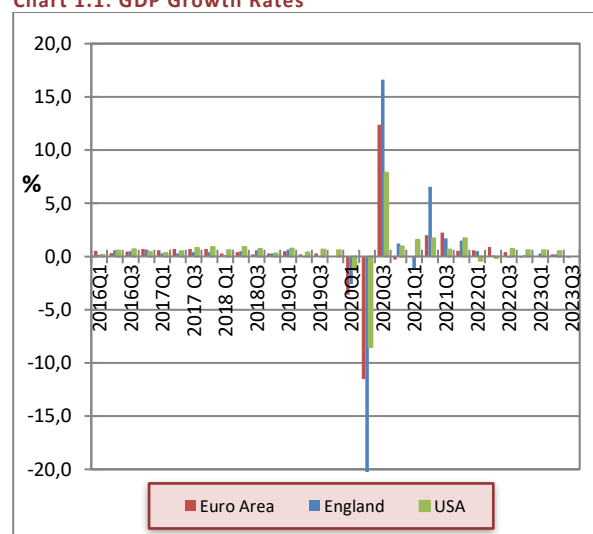
investment, while declines in investments in sectors other than the housing sector limited the increase in GDP.

According to data released by the ONS, UK economic growth was recorded as 0.2 percent in the second quarter of 2023. The data for the first quarter of 2023 was revised upwards from 0.1 percent to 0.3 percent. An analysis of GDP by the production method in the UK economy reveals that the manufacturing sector grew by 1.2 percent in the relevant period as a result of increases in 9 out of 13 sub-sectors. This growth in the manufacturing sector reflects the easing pressure on producers from falling input prices during the second quarter. According to monthly economic growth forecasts, following a contraction of 0.6 percent in July 2023 compared to the previous month, growth of 0.2 percent was recorded in August 2023.

According to data released by EUROSTAT, the Euro Area economy grew by 0.2 percent in seasonally adjusted terms in the second quarter of 2023 compared to the previous quarter. In the third quarter of 2023, it contracted by 0.1 percent quarter-on-quarter in seasonally adjusted terms. In the second and third quarters of 2023, annual GDP growth in the Euro Area was realized as 0.5 and 0.1 percent, respectively.

According to the chained volume index, the Turkish economy grew by 3.8 percent year-on-year in the second quarter of 2023. 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

In the second quarter of 2023, the growth rates of the items that make up GDP according to the expenditures method were realized as 15.5 percent and 5.3 percent for private consumption expenditures and public expenditures, respectively, in terms of chained volume index compared to the same quarter of the previous year. In the related period, investment expenditures increased by 5.1 per cent. Imports of goods and services increased by 20.3 percent, while exports of goods and services decreased by 9.0 percent.

1.2.2 INFLATION

Annual CPI in the US increased by 3.2 percent in July 2023 and by 3.7 percent in August and September. On a monthly basis, the US CPI was realized as 0.2 percent in July, 0.6 percent in August and 0.4 percent in September.

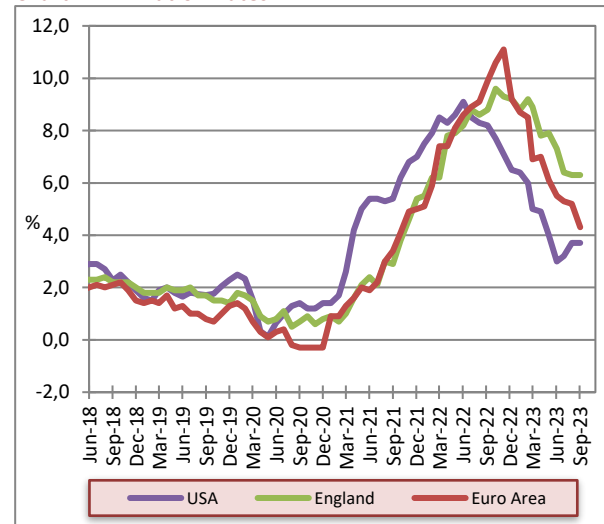
According to data released by the ONS, annual CPI in the UK was realized as 6.4 percent in July 2023 and 6.3 percent in August and September. The monthly CPI inflation in the United Kingdom, on the other hand, decreased by 0.3 percent in July 2023, while it was 0.4 percent and 0.5 percent in August and September, respectively. In September 2023, the largest upward contribution to the change in annual CPI inflation came from the rise in motor fuel prices. On the other hand, food and non-alcoholic beverages, furniture and household goods made the largest downward contribution to the annual CPI change.

According to EUROSTAT data, the harmonized annual CPI inflation in the euro area increased by 5.3, 5.2 and 4.3 percent in July, August and September 2023, respectively. The September 2023 annual inflation rate was the lowest in the Euro Area since October 2021. Across sub-items, food, alcohol and tobacco products made the highest contribution to annual inflation with 8.8 percent. Food was followed by services and non-energy industrial products with 4.7 percent and 4.2 percent, respectively, while energy prices fell by 4.7 percent.

According to data released by the Turkish Statistical Institute (TurkStat), monthly CPI inflation was realized as 4.75 percent and annual inflation as 61.53 percent in September 2023. Thus, the CPI change in the first nine months of the year was 49.9 percent. In September 2023, D-PPI increased by 3.4 percent month-on-month and 47.4 percent year-on-year.

According to the main expenditure groups, the groups with the highest annual price increases were restaurants and hotels with 92.48 percent and education with 80.96 percent. The main expenditure group with the lowest increase compared to the same month of the previous year was housing with 20.16 percent.

Chart 1.2: Inflation Rates



Source: OECD

1.2.3 POLICY INTEREST RATES

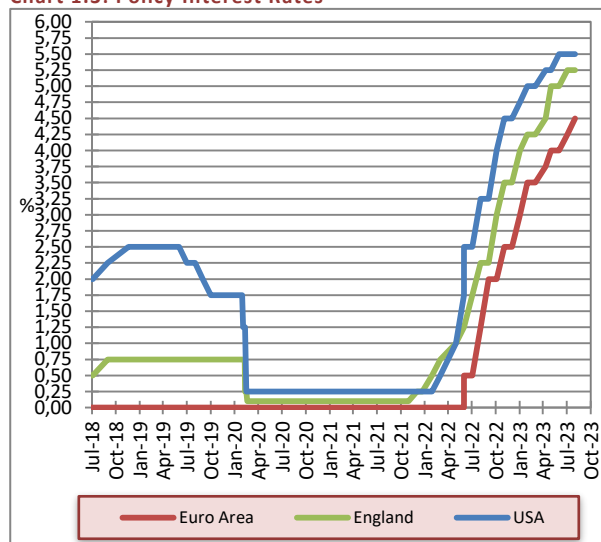
At its September 2023 meeting, the Fed kept its policy rate unchanged at 5.25-5.50 percent, in line with market expectations. In the text published after the meeting, it was stated that data on economic activity and the labor market displayed a positive outlook, while Fed members' inflation forecast for end-2023 was announced as 3.3 percent. In his post-meeting speech, Fed Chairman Powell emphasized the 2 percent inflation target and signaled that the monetary tightening process may continue for a while.

At its September 2023 meeting, the Bank of England (BoE) Monetary Policy Committee (MPC) kept the policy rate unchanged at 5.25 percent, despite market expectations for a 25 basis point hike. The decision was influenced by the improving trend in inflation indicators and the slowdown in economic activity.

At its monetary policy meeting held on September 14, 2023, the European Central Bank (ECB) raised the policy interest rate by 25 basis points to 4.50 percent. Thus, the monetary tightening by the ECB continued for ten consecutive monetary policy meetings. In her statement after the meeting, ECB President Lagarde underlined that interest rates have not yet peaked and

therefore the tight monetary policy stance will continue. At its monetary policy meeting on October 26, 2023, the ECB kept the policy rate unchanged at 4.5 percent, in line with market expectations. Recent indicators of slowing growth in the euro area and the continued downward trend in inflation had raised expectations in the markets that interest rates would be kept unchanged.

Chart 1.3: Policy Interest Rates

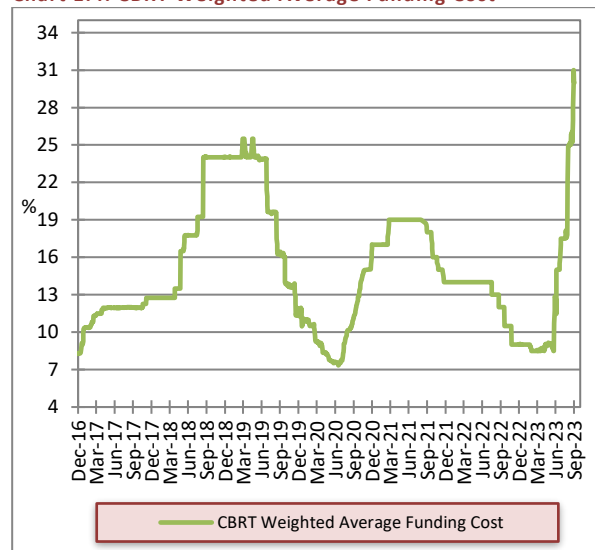


Source: FED, ECB, BoE

On September 21, 2023, the CBRT Monetary Policy Committee (MPC) raised the policy rate, which is the one-week repo rate, by 500 basis points to 30 percent in line with market expectations.

At its October 2023 meeting, the CBRT MPC raised the one-week repo rate, the policy rate, by 500 basis points from 30 percent to 35 percent in line with market expectations. In the statement released after the meeting, it was indicated that the Committee decided to continue the monetary tightening process in order to achieve disinflation as soon as possible, anchor inflation expectations and contain the deterioration in the pricing behavior. In the relevant text, it was emphasized that the monetary transmission mechanism would continue to be strengthened through additional steps to increase the share of Turkish lira deposits, and it was announced that in addition to the rate hikes, selective credit and quantitative tightening decisions would continue to be taken to support the monetary tightening process. Thus, the CBRT MPC raised the policy rate by a total of 26.5 points in the last five meetings.

Chart 1.4: CBRT Weighted Average Funding Cost

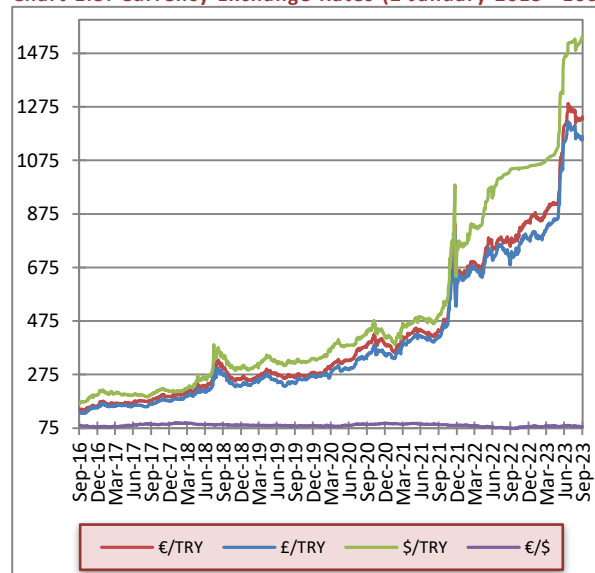


Source: CBRT

1.2.4 EXCHANGE RATES

In the third quarter of 2023, the Turkish lira depreciated by 57 percent on average against the euro, US dollar and sterling compared to the same period of the previous year. In the third quarter of 2022, the average FX buying rates for GBP/TRY, EUR/TRY, USD/TRY were 21.08, 18.08 and 17.93, while the same period averages for 2023 were 33.86, 29.15 and 26.78.

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



Source: Central Bank of TRNC

2 EMPLOYMENT AND PRICES

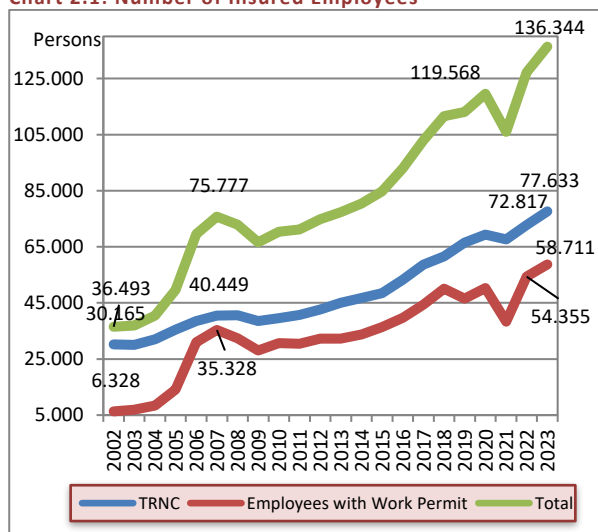
2.1 EMPLOYMENT

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 Labor Office, no updates could be made for these specified periods.

2.2 EMPLOYEES REGISTERED WITH THE SOCIAL INSURANCE OFFICE

In 2020, due to the Covid-19 pandemic that affected the whole world, the decline 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 pandemic, increased to 127,172 as of November 2022 and 136,344 as of May 2023. Between November 2022 and May 2023, the number of insured employees with work permits increased by 8.01 percent, from 54,355 to 58,711, and the number of insured employees with TRNC citizenship increased from 72,817 to 77,633.

Chart 2.1: Number of Insured Employees

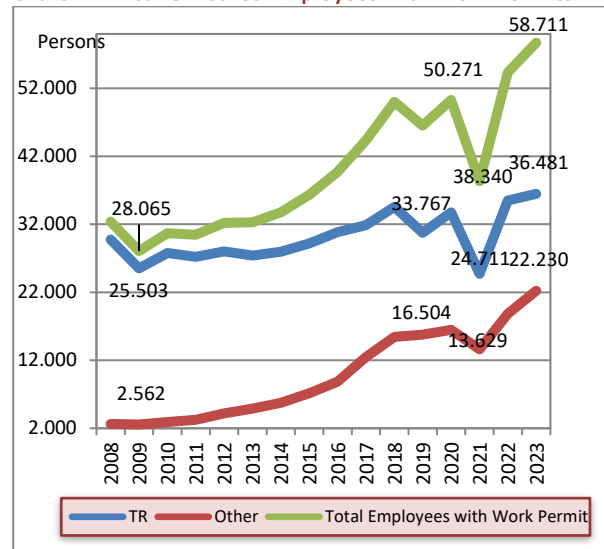


Source: Social Insurance Office

*March records were used for 2002-2019, January records were used for 2020-2021, November records were used for 2022, and March records were used for 2023.

Between 2020 and 2023, the largest share in the change in the number of insured persons with work permits is mainly composed of third-country nationals. The number of insured third-country nationals, which was 16,504 at the beginning of 2020, increased to 18,846 in 2022 and reached 22,230 in May 2023, an increase of 17.96 percent compared to November 2022. In the same period, the number of insured Turkish citizens increased from 33,767 to 35,509 in November 2022 and 36,481 in May 2023.

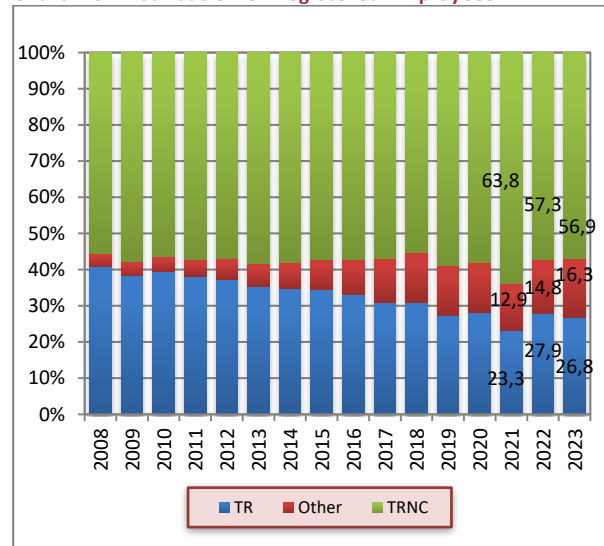
Chart 2.2: Active Insured Employees with Work Permits



Source: Social Insurance Office

As of May 2023, the share of TRNC insured employees in total insured employees was 56.9 percent. The share of insured persons with Turkish nationality in total insured persons declined to 26.8 percent in 2023. The share of other nationality insured persons was 16.3 percent in May 2023.

Chart 2.3: Distribution of Registered Employees



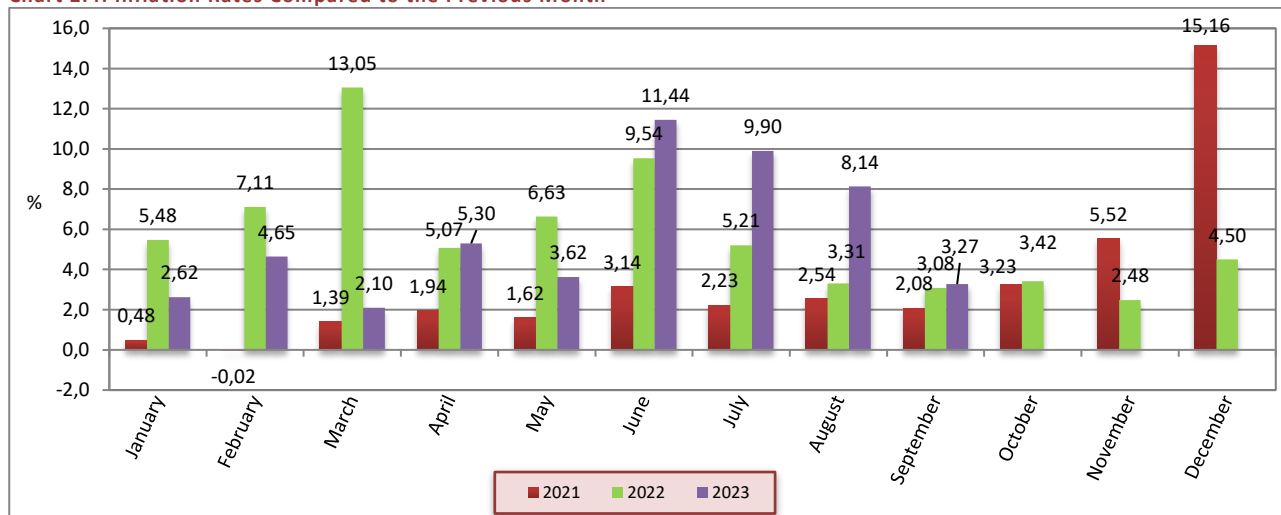
Source: Social Insurance Office

2.3 INFLATION

In the third quarter of 2023, monthly inflation was 9.90 percent, 8.14 percent and 3.27 percent in July, August and September, respectively. In the same period of 2022, monthly inflation was 5.21 percent, 3.31 percent

and 3.08 percent, respectively. Monthly inflation, which was 6.5 percent on average in the first nine months of 2022, was recorded as 5.67 percent on average in the first nine months of 2023.

Chart 2.4: Inflation Rates Compared to the Previous Month

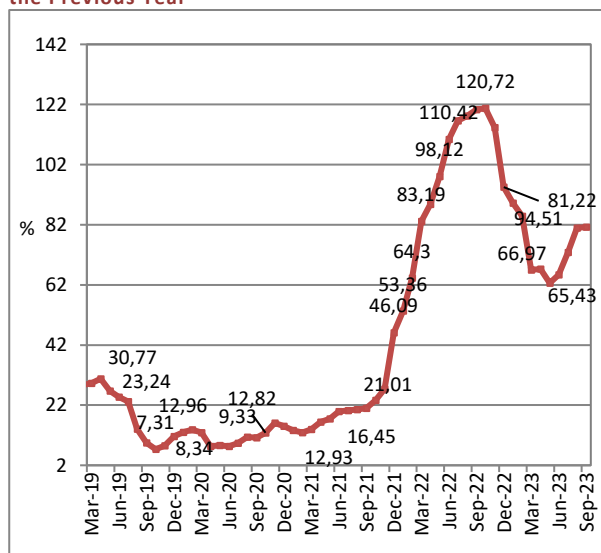


Source: TRNC Statistical Institute

In the third quarter of 2023, annual inflation was 72.81 percent, 80.9 percent and 81.22 percent compared to the same months of the previous year, respectively. In the same period of 2022, inflation was 116.56 percent, 118.18 percent and 120.32 percent, respectively.

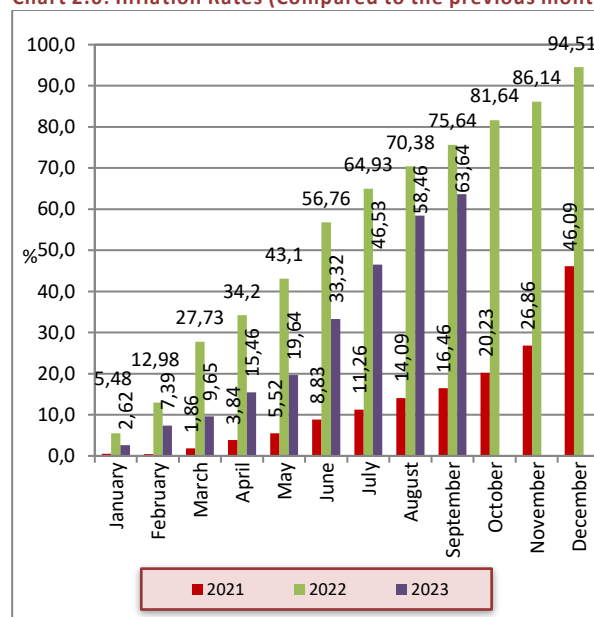
In the third quarter of 2023, annual inflation was 46.53 percent, 58.46 percent and 63.64 percent in July, August and September, respectively. In the third quarter of 2022, inflation was 64.93 percent, 70.38 percent and 75.64 percent, respectively, compared to December of the previous year.

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)

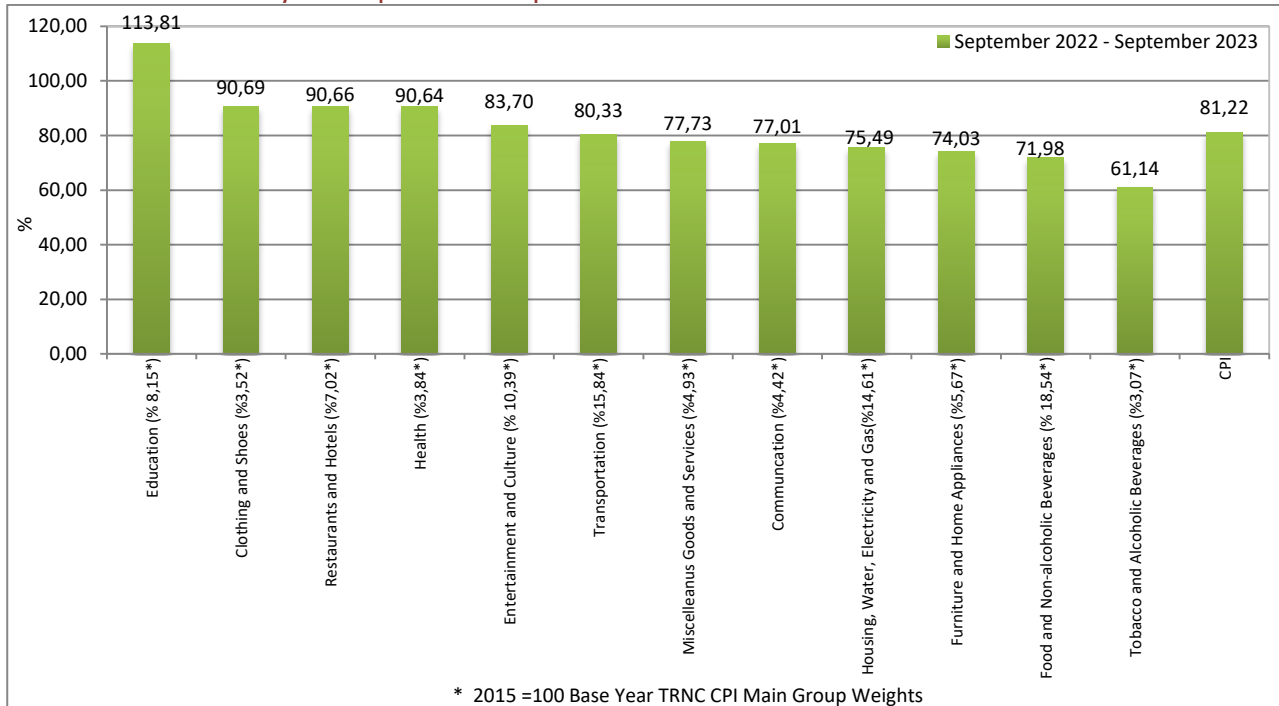


Source: TRNC Statistical Institute

In September 2023, the expenditure groups with the highest annual price increases were education with 113.81 percent, clothing and shoes with 90.69 percent, restaurants and hotels with 90.66 percent and health with 90.64 percent.

By the end of September 2023, alcoholic beverages and tobacco recorded the lowest year-on-year increase with 61.14 percent.

Chart 2.7: Inflation Rates by Main Expenditure Groups



Source: TRNC Statistical Institute

The change rates in the Consumer Price Index for the years 2022, 2017 and 2023 are presented in Table 2.1, monthly, annually and in comparison with the end of last 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
	July	9.9	46.53	72.81
	August	8.14	58.46	80.9
	September	3.27	63.64	81.22

Source: TRNC Statistical Institute

3 FOREIGN TRADE AND TOURISM

3.1 EXPORTS AND IMPORTS

As the export and import data for 2023, 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.

According to export and import data released by the Trade Department, exports increased by 2.59 percent in US dollar terms in the fourth quarter of 2022 compared to the same period of the previous year. Exports decreased by 2.37 percent in 2022 compared to

2021. In 2021, exports amounted to 128.6 million USD, while in 2022 they dropped to 125.6 million USD.

Imports increased by 43.69 percent in USD terms in 2022 compared to the previous year. In the fourth quarter of 2022, imports increased by 72.47 percent in October, 16.33 percent in November and 56.38 percent in December compared to the same month of the previous year. In the fourth quarter of 2022, imports increased by 45.35 percent 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	159,832,060	38.91
February	15,494,626	15,223,305	-1.75	92,680,678	146,227,131	57.78
March	20,788,636	16,168,588	-22.22	104,678,765	159,569,055	52.44
Quarter I	46,132,749	42,446,116	-7.99	312,421,700	465,628,246	49.04
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	170,881,117	24.40
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	542,883,170	43.84
July	5,856,276	8,188,082	39.82	125,870,895	159,457,449	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	200,558,731	21.03
Quarter III	24,416,862	25,355,440	3.84	422,472,712	582,151,057	37.80
October	8,074,572	7,122,484	-11.79	128,246,681	221,186,526	72.47
November	7,132,386	7,469,606	4.73	178,172,538	207,266,770	16.33
December	6,698,629	7,881,479	17.66	153,346,769	239,803,452	56.38
Quarter IV	21,905,587	22,473,569	2.59	459,765,988	668,256,748	45.35
Year Total	128,646,013	125,594,712	-2.37	1,572,089,809	2,258,919,221	43.69

Source: Department of Trade

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

In 2021, fuel imports, which had the largest share in imports, increased by 76.56 percent in 2022 compared to the previous year and reached 299 million USD, ranking first with a share of 13.24 percent in total imports.

In 2022, imports of vehicles, which had the second highest share, increased by 40.3 percent compared to the same period of the previous year and reached 155

million USD. Construction iron, which has the third highest share, increased by 35.03 percent compared to the previous year and reached 68.5 million US dollars, with a share of 3 percent in total imports. The share of the top ten selected import items in total imports was 34.92 percent in 2021 and 35.82 percent in 2022. Ten selected import items increased by 47.40 percent in 2022 compared to the previous year.

Table 3.2: Main Import Goods (US dollar)

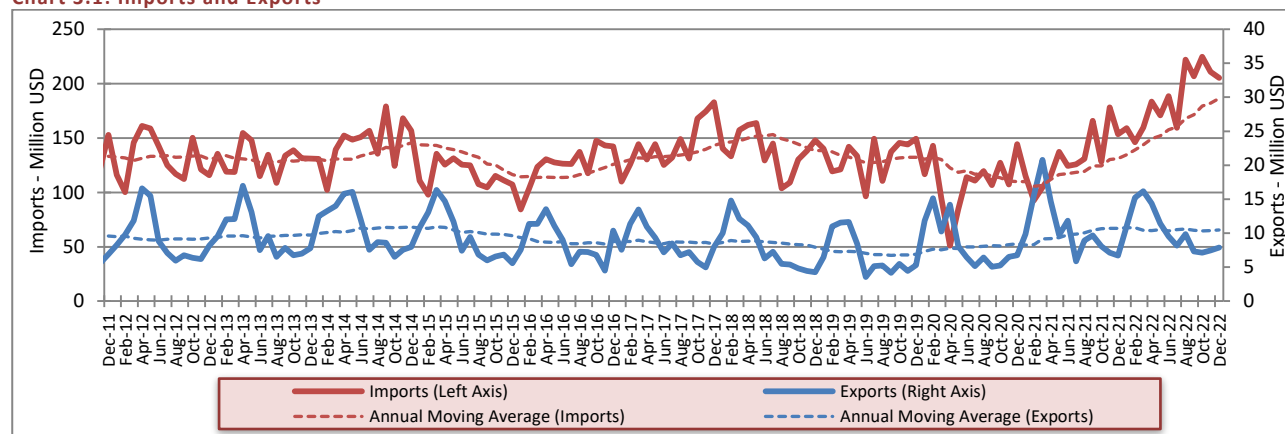
Type of Goods	2021	Share in the Grand Total	2022	Share in the Grand Total	Percentage Change
Fuel	169,378,112	10.77	299,046,692	13.24	76.56
Vehicles	110,673,459	7.04	155,273,052	6.87	40.30
Construction Iron	50,744,492	3.23	68,520,457	3.03	35.03
Clothing Industry	34,764,130	2.21	49,229,290	2.18	41.61
Alcoholic Beverages	28,403,797	1.81	44,307,008	1.96	55.99
Industrial Machinery	23,713,066	1.51	42,902,934	1.90	80.93
Mobile Phones	28,448,715	1.81	40,815,320	1.81	43.47
Animal Feeds and Additives	46,330,744	2.95	38,287,036	1.69	-17.36
Barley	27,112,088	1.72	35,667,590	1.58	31.56
Medications	29,390,314	1.87	35,114,063	1.55	19.47
Total	548,958,917	34.92	809,162,442	35.82	47.40
Grand Total	1,572,089,809		2,258,919,221		43.69

Source: Department of Trade

Analyzing 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 of 6.9 million USD in 2019 increased to 8.4 million USD in 2020 and 10.7 million USD in 2021. In 2022, the average monthly exports were 10.5 million USD. As for imports, the lowest level since August 2008 was recorded in April 2020 with 51.2

million US dollars. Looking at the annual moving average of imports, it is observed that imports followed a normal course until February 2020, started to decline rapidly in March 2020 due to the Covid-19 outbreak and continued to decline 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 188.24 million USD.

Chart 3.1: Imports and Exports



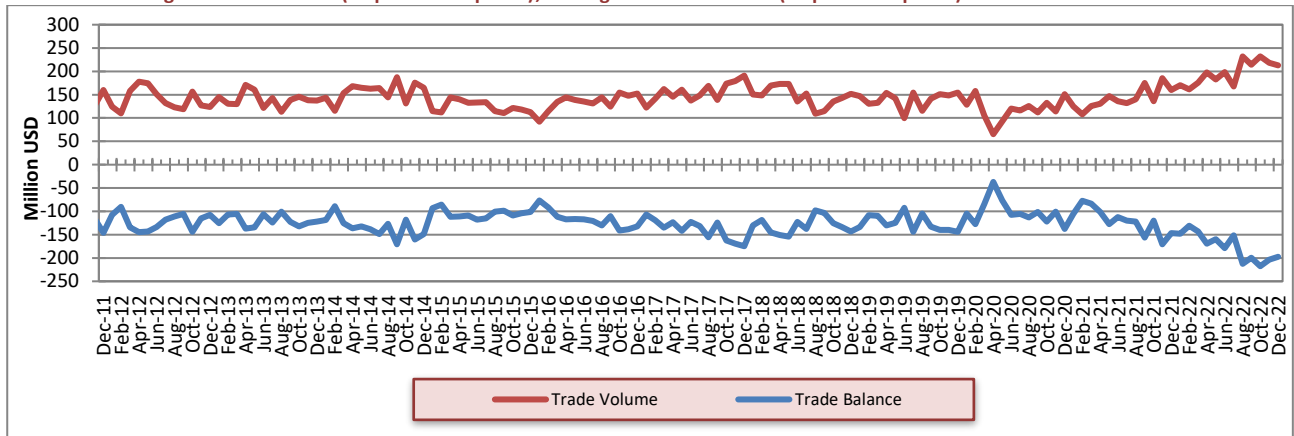
Source: Department of Trade

The average monthly trade volume of 118.4 million USD in 2020 reached 141.7 million USD in 2021 and 198.7 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 177.8 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, rising to 8.86 percent in 2021 and falling to 5.8 percent in 2022.

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



Source: Department of Trade

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

In 2022, Turkey's share in imports is 67.3 percent with 1,518.65 million USD, while the share of EU countries is 12.7 percent with 286.98 million USD. Compared to 2021, the share of imports from Turkey, Other

European Countries and Middle Eastern Countries increased, while the shares of EU countries, Far Eastern Countries and Other Countries groups decreased.

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

Years	Turkey	EU Countries	Far Eastern Countries	Other EU Countries	Middle Eastern Countries	Other Countries
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

3.2 TOURISM

In 2021, the number of passengers entering the country continued to remain low due to the continued measures taken against the Covid-19 outbreak, and in 2022, the number of passengers entering the country approached the pre-pandemic levels. In the first nine months of 2023, the number of passenger arrivals by air and sea increased by 35.3 percent compared to the same period of 2022, surpassing the figures for the first nine months of 2019. The number of passengers arriving by air and sea in July, August and September 2023 was 164,656, 175,905 and 208,382, respectively.

In the same period of 2019, when the pandemic was not present, these figures were 152,247, 159,250 and 192,123. In the third quarter of 2023, the number of arrivals was 548,943, representing an increase of 29 percent compared to the same period of 2022. According to these figures, the number of passengers entering the country in the third quarter of 2023 was 8.99 percent higher than the same period of 2019. In the third quarter, 448,699 passengers were Turkish citizens and 100,244 passengers were from third countries.

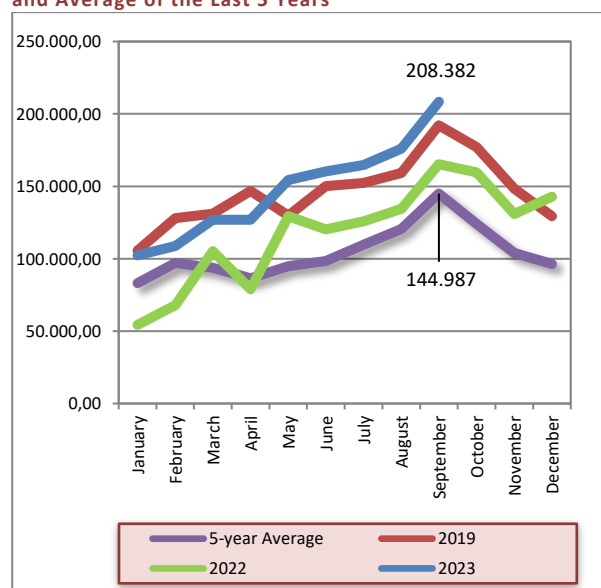
Table 3.5: Number of Passengers Arriving in TRNC by Air and Sea

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
July	98,343	135,112	37.4	27,447	29,544	7.6	125,790	164,656	30.9
August	104,263	142,854	37.0	30,131	33,051	9.7	134,394	175,905	30.9
September	127,278	170,733	34.1	37,998	37,649	-0.9	165,276	208,382	26.1
Quarter III	329,884	448,699	36.0	95,576	100,244	4.9	425,460	548,943	29.0
Total	763,648	1,072,880	40.5	218,036	255,638	17.2	981,684	1,328,518	35.3

Source: Tourism Planning Department

As of 2023, the average of arrivals for the last five years is 109,587 for July, 120,496 for August and 144,987 for September.

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



Source: Tourism Planning Department

In the first nine months of 2022, the number of people, excluding TRNC nationals, entering our country through border gates was 3,484,382, while this figure was recorded as 3,967,572 in the same period of 2023. In the first nine months of 2019, the total number of entries through border gates was 3,409,197 and this

total was exceeded in the same period of 2023. In the third quarter of 2023, the number of arrivals through border crossings increased to 870,463 for Southern Cyprus nationals and 668,896 for citizens of other countries.

Table 3.6: Border Gate Entries to TRNC

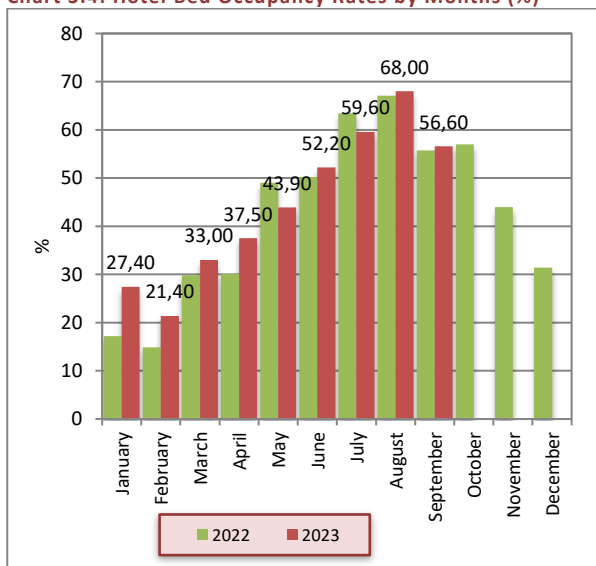
Nationality	Southern Cyprus		Other Countries		Total	
	2022	2023	2022	2023	2022	2023
January	173,327	237,551	68,131	126,373	241,458	363,924
February	176,744	204,371	74,437	123,354	251,181	327,725
March	204,509	232,786	107,582	153,623	312,091	386,409
Quarter I	554,580	674,708	250,150	403,350	804,730	1,078,058
April	231,192	259,644	149,528	190,717	380,774	450,361
May	248,181	245,851	167,434	191,743	415,615	437,594
June	264,064	261,418	177,737	200,782	441,801	462,200
Quarter II	743,437	766,913	494,699	583,242	1,238,190	1,350,155
July	272,994	286,660	196,884	220,769	469,878	507,429
August	311,463	315,274	223,088	241,810	534,551	557,084
September	248,213	268,529	188,820	206,317	437,033	474,846
Quarter III	832,670	870,463	608,792	668,896	1,441,462	1,539,359
Total	2,130,687	2,312,084	1,353,641	1,655,488	3,484,382	3,967,572

Source: Tourism Planning Department

The occupancy rate of touristic facilities in our country was 59.6 percent in July, 68 percent in August and 56.6 percent in September 2023. In the same period of 2022, occupancy rates were 63.4 percent in July, 67.1 percent in August and 55.7 percent in September.

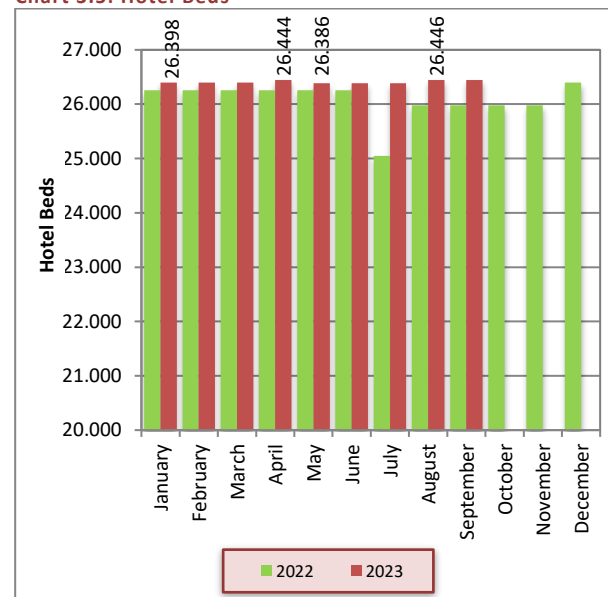
The sector's hotel bed capacity, which was 25,978 as of the third quarter of 2022, increased to 26,446 as of the same period in 2023. The number of hotel beds increased by 1.8 percent in 2023 compared to the third quarter of 2022.

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



Source: Tourism Planning Department

Chart 3.5: Hotel Beds



Source: Tourism Planning Department

In the first nine months of 2022 and 2023, the number of people staying in touristic facilities in TRNC was 709,537 and 905,931, respectively. Overnight stays were recorded as 2,771,083 and 3,186,231 in the same periods, respectively.

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 third quarter of 2023, as in the same quarter of 2022.

Table 3.7: Number of Tourist Accommodations and Overnight Stays

	Tourist Accommodations			Overnight Stays		
	2022	2023	Percentage Change	2022	2023	Percentage Change
TR	485,764	604,203	24.4	1,590,137	1,861,015	17.0
Other Countries	194,226	249,658	28.5	1,035,811	1,206,613	16.5
TRNC	59,547	52,070	-12.6	145,135	118,603	-18.3
Total	739,537	905,931	22.5	2,771,083	3,186,231	15.0

Source: Tourism Planning Department

Note: January - September data.

4 BUDGET DEVELOPMENTS

4.1 THIRD QUARTER 2023 RESULTS

In the third quarter of fiscal year 2023, compared to the same period of the previous year, TRNC budget revenues and expenditures increased by 78.6 percent and 52.3 percent, respectively. In the third quarter of 2023, budget revenues and budget expenditures amounted to 10,458.8 and 8,872 million TRY, respectively. The budget, which posted a surplus of 30.5 million TRY in the third quarter of 2022, posted a surplus of 1,586.8 million TRY in the same period of 2023.

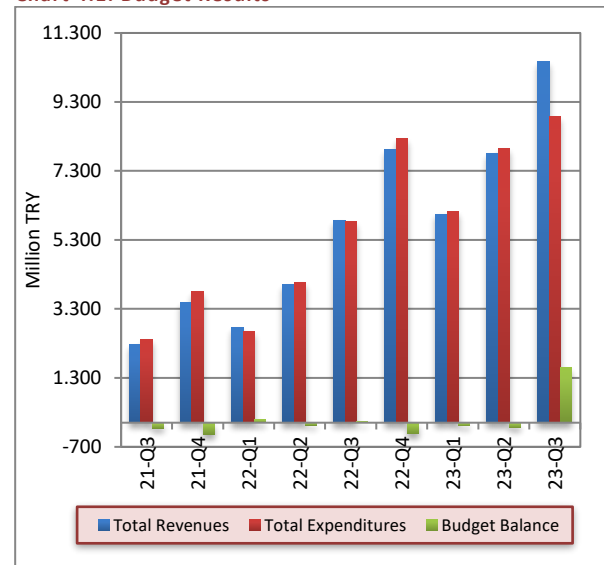
Table 4.1: Budget Balance (Million TRY)

	2022		2023		% Change
	Annual Results	July-Sept. Results	Annual Forecast	July-Sept. Results	
Budget Revenues	20,547.70	5,875.20	35,469.20	10,458.80	78.6
Budget Expenditures	20,796.50	5,826.70	38,074.80	8,872.00	52.3
Budget Balance	-248.8	30.5	-2,605.60	1,586.80	

Source: Ministry of Finance

28.6 percent of the total budget revenues of 20,547.7 million TRY in 2022 was collected in the third quarter. 29.5 percent of the total budget revenues of 35,469.2 million TRY projected for the whole of 2023 were collected in the third quarter. 23.3 percent of the 38,074.8 million TRY planned to be spent on services and activities in 2023 was utilized in the third quarter. This rate was 28 percent in the same period of the previous year.

Chart 4.1: Budget Results



Source: Ministry of Finance

4.2 REVENUES

As of the third quarter of 2023, budget revenues increased by 4,601.6 million TRY compared to the same period of the previous year and amounted to 10,458.8 million TRY. Total tax revenues, which have the largest share in budget revenues, increased by 97.9 percent in the third quarter of 2023 compared to the same period of the previous year and amounted to 7,556.3 million TRY. In the same period of 2022, total tax revenues amounted to 3,818.6 million TRY. Donations, grants and loans received, which has the second highest share in budget revenues, amounted to 1,694.7 million TRY in the third quarter of 2023 and 1,146.5 million TRY in the same period of the previous year. Non-tax revenues item, which was 812.3 million TRY in the third quarter of 2022, amounted to 977 million TRY in the same period of 2023. In the third quarter of 2023, other income amounted to 230.8 million TRY.

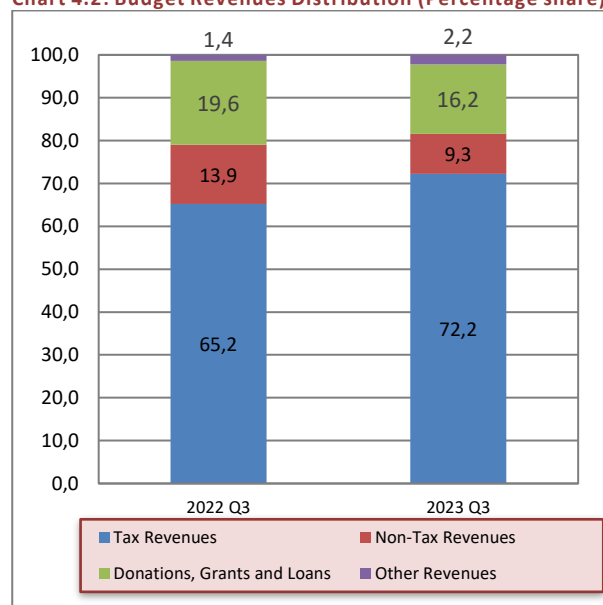
Table 4.2: Budget Revenues

	2022 July-Sept.	2023 July-Sept.	% Change
Tax Revenues	8.6	7,556.3	97.9
Non-Tax Revenues	812.3	977.0	20.3
Donations, Grants and Loans	1,146.5	1,694.7	47.8
Other Revenues	79.8	230.8	189.2
Total	5,857.2	10,458.8	78.6

Source: Ministry of Finance

The share of tax revenues in total budget revenues, which was 65.2 percent in the third quarter of 2022, became 72.2 percent in the same period of 2023. In the third quarter of 2023, compared to the same period of 2022, the share of non-tax revenues decreased from 13.9 percent to 9.3 percent, and the share of donations, grants and loans received decreased from 19.6 percent to 16.2 percent. In the third quarter of 2023, compared to the same period of 2022, the share of non-tax revenues decreased from 13.9 percent to 9.3 percent, and the share of donations, grants and loans received decreased from 19.6 percent to 16.2 percent.

Chart 4.2: Budget Revenues Distribution (Percentage share)



Source: Ministry of Finance

4.3 EXPENDITURES

As of the third quarter of 2023, total budget expenditures increased by 52.3 percent year-on-year and rose from 5,826.7 million TRY to 8,872 million TRY. In the third quarter of 2023, current transfers, personnel expenditures and purchase of goods and services increased by 52 percent, 82.3 percent and 69.3 percent, respectively, compared to the same period of 2022. In the same periods, capital expenditures and transfers, interest expenditures and other expenditures decreased by 21 percent, 45.9 percent and 1 percent, respectively.

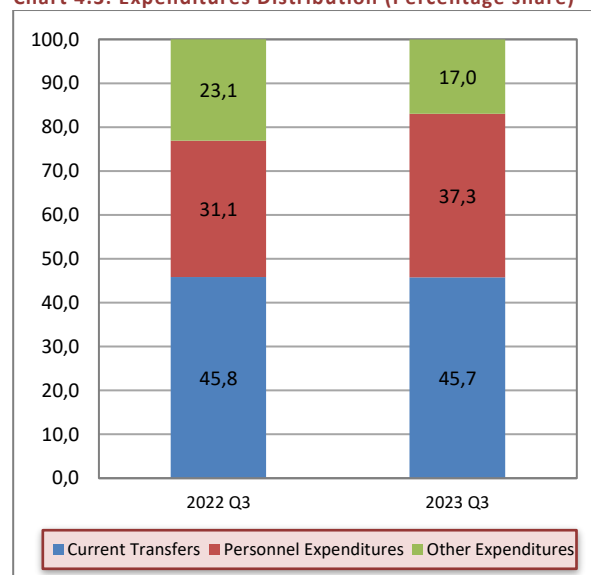
Table 4.3: Budget Expenditures (Million TRY)

	2022 July-Sept.	2023 July-Sept.	% Change
Current Transfers	2,669.5	4,058.7	52.0
Personnel Expenditures	1,814.3	3,307.7	82.3
Capital Expenditures and Transfers	489.8	387.1	-21.0
Goods and Service Purchase Expenditures	472.3	799.4	69.3
Interest Expenditures	128.9	69.7	-45.9
Other Expenditures	251.9	249.4	-1.0
Total	5,826.7	8,872.0	52.3

Source: Ministry of Finance

The share of current transfers, which constituted 45.8 percent of total budget expenditures in the third quarter of 2022, became 45.7 percent in the same period of 2023. The share of personnel expenditures in total expenditures, which was 31.1 percent in the third quarter of 2022, became 37.3 percent in the same period of 2023. The share of total personnel expenditures and current transfers in budget expenditures, which was 76.9 percent in the third quarter of 2022, became 83 percent in the same period of 2023. The share of other expenditures in total expenditures was 23.1 percent in the third quarter of 2022 and 17 percent in the same period of 2023.

Chart 4.3: 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 2023 fiscal year budget estimates, total budget revenues and expenditures are projected to be 35,469.2 million TRY and 38,074.8 million TRY, respectively.

The budget deficit of 248.8 million TRY in 2022 is projected to reach 2,676.7 million TRY with an increase of 975.8 percent compared to the 2023 budget forecast.

By the end of the first nine months of 2023, 68.6 percent of the budget revenues projected for 2023 had been collected and 60.3 percent of the projected budget expenditures had been spent. For the same period of 2022, these rates amounted to 61.5 percent and 60.4 percent, respectively. In the first nine months

of 2023, 23.6 percent of the donations, grants and loans for the year were collected.

In the first nine months of 2023, tax revenues, non-tax revenues and donations, grants and loans increased by 106.9 percent, 64.2 percent and 46.3 percent, respectively, compared to the same period of the previous year. Considering the same periods, current transfers, personnel expenditures, goods and services purchases increased by 79.8 percent, 101.6 percent and 89.2 percent, respectively. An analysis of budget results in the first nine months shows that total budget revenues increased by 92.7 percent to 24,323.7 million TRY, while budget expenditures rose by 82.7 percent to 22,949.36 million TRY. In the first nine months, the budget posted a surplus of 1,374.1 million TRY.

Table 4.4: Budget Implementation Results (Million TRY)

	2022 Results	2023 Projected	2022-2023 Change (%)	2022 Nine-Month Results	2023 Nine-Month Results	2022 Nine-Month Results (%)	2023 Nine-Month Results (%)	
Revenues	Tax Revenues	13,352.4	20,451.1	53.16	8,494.1	17,569.9	63.61	85.91
	Non-Tax Revenues	3,084.7	3,869.8	25.45	2,220.8	3,645.9	71.99	94.21
	Donations, Grants Loans	3,805.9	10,560.0	177.46	1,706.5	2,496.5	44.84	23.64
	Other Revenues	304.7	588.3	93.08	204.4	611.4	67.08	103.93
	Grand Total	20,547.7	35,469.2	72.62	12,625.8	24,323.7	61.45	68.58
Expenditures	Current Transfers	9,972.2	16,397.6	64.43	6,185.8	11,123.5	62.03	67.84
	Personnel Expenditures	6,663.8	11,974.2	79.69	4,090.4	8,246.9	61.38	68.87
	Capital Expenditures and Transfers	1,544.6	5,175.5	235.07	617.0	764.4	39.95	14.77
	Goods and Service Purchase Expenditures	1,666.4	2,817.5	69.08	1,025.2	1,940.1	61.52	68.86
	Interest Expenditures	289.8	480.0	65.63	231.8	255.6	79.99	53.25
	Other Expenditures	659.7	1,230.0	86.45	408.9	619.1	61.98	50.33
	Grand Total	20,796.5	38,074.8	83.08	12,559.1	22,946.6	60.39	60.28
Revenues - Expenditures	-248.8	-2,605.6	947.27	66.7	1,374.1			

Source: Ministry of Finance

4.5 FINANCING BALANCE

Financing balance, which is equal to the gap between the total revenues the total revenues figure (obtained by subtracting the loans extended by Turkey from the budget revenues) and budget expenditures, has posted a surplus of 1,412.4 million TRY in the third quarter of 2023. Total loans extended by Turkey, used as a source of funding to meet the budget deficit has reached 174.4 million TRY in the third quarter of 2023. Domestic income item increased by 86.1 percent and reached 8,764.1 million TRY in the third quarter of 2023, compared to the same period of the previous year.

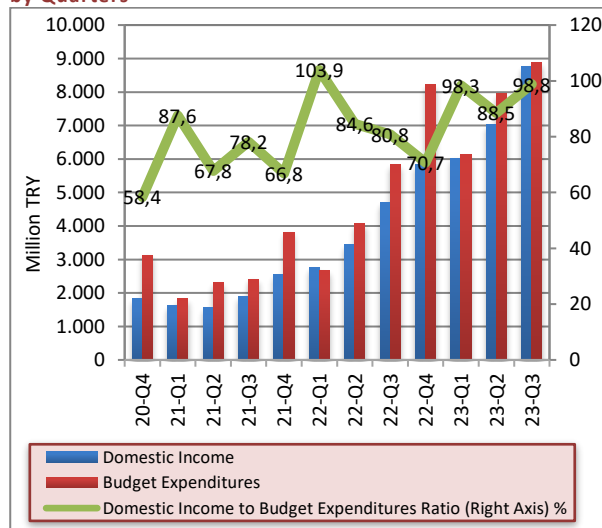
Table 4.5: Financing Balance (Million TRY)

	2022	2023
	July-Sept.	July-Sept.
Budget Revenues	5,857.2	10,284.4
1. Domestic Income	4,710.7	8,764.1
Tax Revenues	3,818.6	7,556.3
Non-Tax Revenues	812.3	977.0
Other Revenues	79.8	230.8
2. Foreign Aids	1,146.5	1,520.3
Grants Extended by Turkey	1,146.5	1,520.3
Budget Expenditures	5,826.7	8,872.0
Current Transfers	2,669.5	4,058.8
Personnel Expenditures	1,814.3	3,307.7
Capital Expenditures	489.8	387.1
Goods and Service Purchase Expenditures	472.3	799.4
Interest Expenditures	128.9	69.7
Other Expenditures	251.9	249.4
Financing Balance	30.5	1,412.4
Financing	0.0	174.4
Loans Extended by Turkey	0.0	174.4

Source: Ministry of Finance

According to the budget figures of the third quarter of 2023, the domestic income to budget expenditures ratio has reached 98.8 percent. The same ratio was 80.8 percent in the third quarter of 2022.

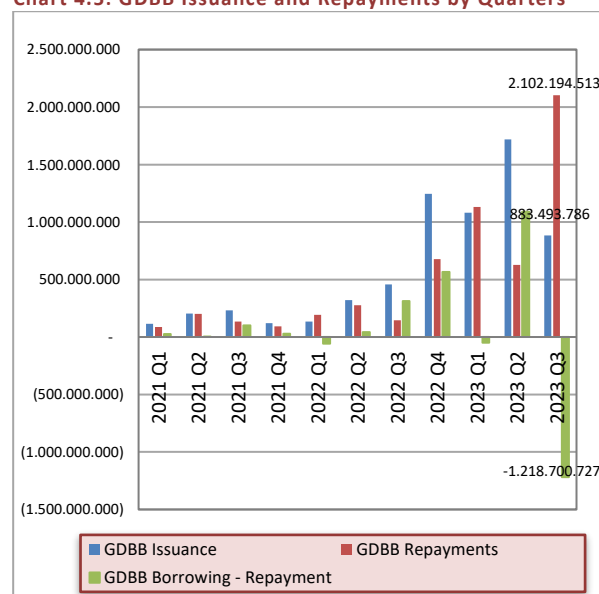
Chart 4.4: Domestic Income to Budget Expenditures Ratio by Quarters



Source: Ministry of Finance

In the third quarter of 2023, a total of 883.5 million TRY was borrowed through Government Domestic Borrowing Bonds (GDBB) auctions, and 2.1 billion TRY of GDBB were repaid, resulting in a net debt repayment of 1.2 billion TRY. In the third 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 third quarter of 2023 were denominated in foreign currency. In the third quarter of 2023, 216 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), 54.3 million TRY to meet the short-term financing needs of the Social Insurance Office and 105.8 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 Office 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 third quarter of 2023, 507.4 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

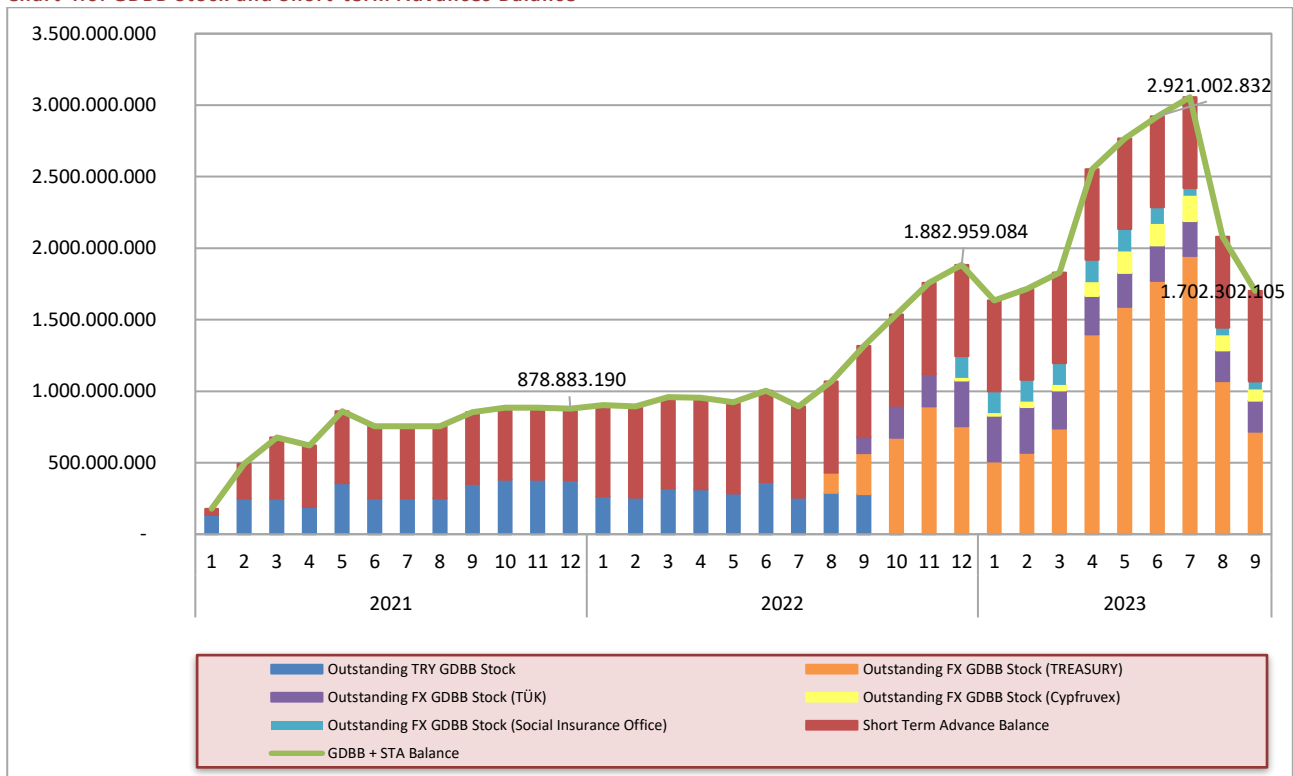


Source: Central Bank of TRNC

As of the end of the third quarter of 2023, the total domestic debt stock formed through GDBB and short-term advances is 1,702.3 million TRY. At the end of 2022, the total domestic debt stock through GDBB and short-term advances amounted to 1,883 million TRY; thus, in the first three quarters of 2023, a net debt payment of 180.7 million TRY was incurred through GDBB and short-term advances. As of the end of the third quarter of 2023, GDBB stock is 1,067.6 million TRY,

and short-term advances balance is 634.7 million TRY. As of the third quarter of 2023, the Treasury's stock of foreign currency government bonds amounted to 25,500,000 US dollars and 2,500,000 euros. Foreign currency denominated government bonds issued for TÜK, Social Insurance Office and Cypfruvex amounted to 8,109,644 USD, 2,023,671 USD and 3,041,589 USD, respectively.

Chart 4.6: GDBB Stock and Short-term Advances Balance



Source: Central Bank of TRNC

* Special category GDBB issued for Aksa are not included.

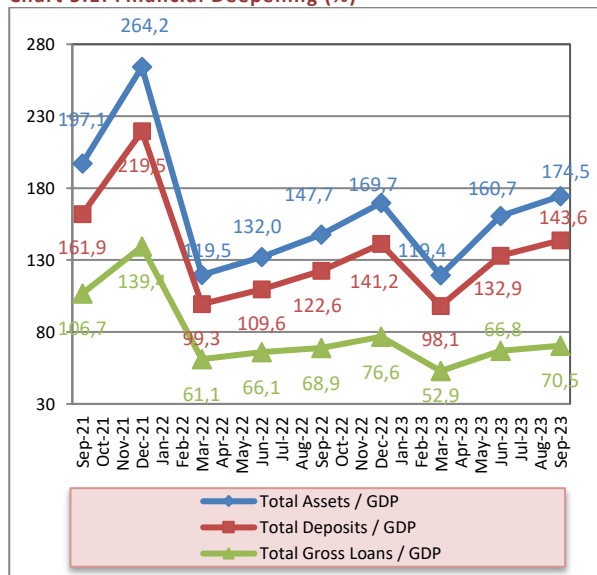
5 MONETARY AND FINANCIAL DEVELOPMENTS

5.1 OVERVIEW BANKING SECTOR

5.1.1 FINANCIAL DEEPENING

Financial deepening figures for the third quarter of 2023 have increased, compared to the previous quarter. The ratio of total gross loans to GDP rose from 66.8 percent to 70.52 percent, the ratio of total assets to GDP from 160.7 percent to 174.5 percent, and the ratio of total deposits to GDP from 132.9 percent to 143.6 percent.

Chart 5.1: Financial Deepening (%)



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

Note: GDP forecast figures in the Medium Term Fiscal Plan were used for 2023.

5.1.2 PERFORMANCE RATIOS OF THE BANKING SECTOR

In the banking sector, the share of cash and cash equivalents in total assets has increased from 31.44 to 32.29 percent in the third quarter of 2023, compared to the previous quarter. This rate was 32.97 percent in the same period of the previous year.

CASR, which was 15.11 percent as of end-June 2023, increased by 2.66 percentage points to 17.77 percent in the third quarter of 2023.

The share of NPLs in gross loans declined to 3.41 percent at end-September 2023 from 3.62 percent in the previous quarter.

Gross loans to deposits ratio decreased by 1.14 percentage points to 49.12 percent in the third quarter of 2023, compared to the previous quarter.

The share of gross loans in total assets, which was 46.61 percent in September 2022, has declined to 40.42 percent in the third quarter of 2023. It has decreased by 1.17 points, compared to the previous quarter.

Gross loans increased by 5.54 percent in the third quarter of 2023, compared to the previous quarter. Gross loans increased by 4.16 percent in the same period of the previous year.

Deposits increased by 35.51 percent in the second quarter of 2023, and then by 8.01 percent in the third quarter of 2021.

The financial leverage ratio, which was 14.36 at the end of June 2023, has become 12.88 in the third quarter of 2023.

Table 5.1: Performance Ratios

	2022			2023	
	Sept.	Dec.	Mar.	Jun.	Sept.
Cash and Cash Equivalents / Total Assets (%)	32.97	34.02	32.76	31.44	32.29
CASR (%)	17.26	15.33	15.41	15.11	17.77
NPL / Gross Loans (%)	3.76	4.66	4.49	3.62	3.41
Gross Loans / Total Deposits (%)	56.16	54.24	53.88	50.26	49.12
Gross Loans / Total Assets (%)	46.61	45.15	44.29	41.59	40.42
Quarterly Growth Rate on Gross Loans (%)	4.16	11.24	7.15	26.41	5.54
Quarterly Growth Rate on Gross Loans (%)	11.87	15.18	7.86	35.51	8.01
Financial Leverage ¹	11.83	12.51	12.32	14.36	12.88

Source: Central Bank of TRNC

Note: (1) Liabilities / Total Equity

5.1.3 CONCENTRATION IN THE BANKING SECTOR

Analyzing the concentration in the banking sector, the share of the largest five banks in the sector in terms of asset size in the third quarter of 2023 is 54.62 percent, and the share of the top ten banks is 83.26 percent.

In terms of the size of gross loans in the same period, share of the first five banks in the sector is 55.27 percent and the share of the top ten banks is 84.67 percent.

In terms of deposit size, the share of the five largest banks in total deposits is 56.84 percent and the share of the top ten banks is 83.04 percent.

Lastly, in terms of the size of the debts to the banks item, share of the first five banks in the sector is 86.48 percent and the share of the top ten banks is 97.76 percent.

In terms of the size of equity in the relevant period, share of the first five banks in total equity is 57.83 percent, while the share of the top ten banks is 86.11 percent.

Table 5.2: Concentration in the Banking Sector (%)

Shares of the First Five Banks in the Sector	2022			2023	
	September	December	March	June	September
Assets	54.90	54.26	54.24	55.36	54.62
Gross Loans	56.89	56.71	55.60	55.51	55.27
Deposits	55.96	55.92	56.25	57.17	56.84
Debts to Banks	79.67	74.05	84.62	83.94	86.48
Equity	58.87	59.68	58.22	57.64	57.83
Shares of the First Ten Banks in the Sector					
	80.74	81.36	82.12	83.14	83.26
Gross Loans	84.22	84.17	83.36	84.28	84.67
Deposits	82.52	82.33	82.76	83.35	83.04
Debts to Banks	96.33	93.45	97.80	98.08	97.76
Equity	85.59	86.12	86.23	86.97	86.11

Source: Central Bank of TRNC

5.1.4 BANKS, BRANCHES, PERSONNEL AND ATMs

The number of banks operating in the banking sector is 22 at the end of September 2023. In February 2023, Central Bank granted permission to a bank to open a

branch, followed by an operating license in July 2023. Among the 22 banks in the sector, 2 are public banks, 14 are private banks and 6 are branch banks.

Table 5.3: Number of Banks

	Sept. 21	Dec. 21	Mar. 22	Jun. 22	Sept. 22	Dec. 22	Mar. 23	Jun. 23	Sept. 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	6
Total	21	21	21	21	21	21	21	21	22

Source: Central Bank of TRNC

The number of bank branches in the sector is 217 in the third quarter of 2023. When the distribution of branch numbers based bank groups is examined, it is seen that

66.82 of the total number of branches are private banks, 18.43 are branch banks and 14.75 are public banks.

Table 5.4: Branches and Personnel

		Number of Branches							
	Sept. 21	Dec. 21	Mar. 22	Jun. 22	Sept. 22	Dec. 22	Mar. 23	Jun. 23	Sept. 23
Public Banks	32	32	32	32	32	32	32	32	32
Private Banks	145	146	146	146	147	147	147	145	145
Branch Banks	38	37	37	38	38	38	38	39	40
Total	215	215	215	216	217	217	217	216	217
		Number of Personnel							
Public Banks	509	502	496	494	487	503	494	484	480
Private Banks	2,072	2,061	2,056	2,051	2,061	2,059	2,050	2,040	2,017
Branch Banks	528	536	549	578	574	583	585	586	634
Total	3,109	3,099	3,101	3,123	3,122	3,145	3,129	3,110	3,131

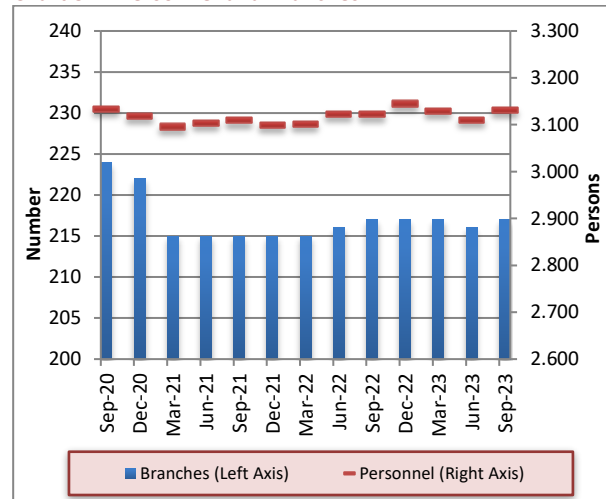
Source: Central Bank of TRNC

The number of personnel employed in the sector increased by 21 persons and reached from 3,110 to 3,131 during June 2023 - September 2023 period. 480 of these personnel are working in public banks, 2,017 in private banks and 634 in branch banks. In this period, the number of personnel employed in private banks decreased from 2,040 to 2,017, and the number of personnel in public banks from 484 to 480, while the number of personnel in branch banks increased from 586 to 634.

During September 2022 - September 2023 period, the number of personnel working in the banking sector increased by 9 persons to reach from 3,122 to 3,131. Analyzing the change in the number of personnel by bank groups in the said 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 third quarter of 2023, it is observed that 15.33 percent of the personnel working in the sector belong to the public banks, 64.42 percent belong to the private banks and 20.25 percent belong to the branch banks.

Chart 5.2: Personnel and Branches



Source: Central Bank of TRNC

As of the third quarter of 2023, the number of ATMs has been 578. Analyzing the distribution of ATMs by bank groups, branch banks rank first with 283 ATMs. Branch banks are followed by private banks with 239 ATMs and public banks with 56 ATMs. During September 2022 - September 2023 period, the number of ATMs increased from 568 to 578.

Table 5.5: ATMs

	Sept. 22	Dec. 22	Mar. 23	Jun. 23	Sept. 23
Public Banks	58	56	56	56	56
Private Banks	236	238	235	234	239
Branch Banks	274	278	278	281	283
Total	568	572	569	571	578

Source: Central Bank of TRNC

5.2 BANKING SECTOR CONSOLIDATED BALANCE SHEET

Total assets of the banking sector, which was 184,296.4 million TRY at the end of June 2023, have increased by 8.6 percent at the end of September 2023 and reached 200,147.1 million TRY. In the aforementioned period, cash and cash equivalents increased by 11.56 percent, securities portfolio by 8.55 percent, gross loans by 5.54 percent and other assets by 12.26 percent.

Total assets of the sector increased by 83.4 percent in September 2022 - September 2023 period. In the same period, cash and cash equivalents increased by 79.61, gross loans by 59.02 percent, and securities portfolio by 184.14 percent. In the same period, deposits increased by 81.83 percent and equity by 69.43 percent.

Deposits, which is the most important funding source of the sector increased by 8.01 percent and the equity by 20.18 percent in June 2023 - September 2023 period.

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

	2022		March	2023		Percentage Change	
	September	December		June	September	06/2023 - 09/2023	09/2022 - 09/2023
Cash and Cash Equivalents	35,986.0	42,632.9	44,857.1	57,935.3	64,633.1	11.56	79.61
Securities Portfolio	12,224.6	15,443.2	18,912.6	31,999.4	34,735.2	8.55	184.14
Total Gross Loans	50,868.3	56,587.2	60,633.0	76,645.8	80,891.6	5.54	59.02
Other Assets	10,055.3	10,668.3	12,511.1	17,715.9	19,887.2	12.26	97.78
Total Assets/Liabilities	109,134.2	125,331.6	136,913.8	184,296.4	200,147.1	8.60	83.40
Deposits	90,576.0	104,324.5	112,525.3	152,484.2	164,692.8	8.01	81.83
Debts to Banks	5,148.6	6,081.6	7,198.1	10,970.2	11,394.0	3.86	121.30
Other Liabilities	4,900.5	5,646.6	6,914.9	8,846.2	9,643.7	9.02	96.79
Equity	8,509.1	9,278.9	10,275.5	11,995.8	14,416.6	20.18	69.43

Source: Central Bank of TRNC

5.2.1 ASSETS AND LIABILITIES STRUCTURE

In the third quarter of 2023, the largest share in the sector's total assets is gross loans with 40.42 percent. Gross loans are followed by cash and cash equivalents with a share of 32.29 percent, securities portfolio with a share of 17.35 percent and other assets with 9.94 percent.

An analysis of the shares of the items that make up the asset structure of the banking sector for the September 2022-September 2023 period reveals that the shares of cash and cash equivalents and gross loans decreased, while the shares of SP and other assets increased.

As of September 2023, 82.29 percent of the total liabilities is deposits, 7.2 percent is equity, 5.69 percent is debts to banks and 4.82 percent is other liabilities.

An analysis of the shares of the items that make up the liabilities structure of the banking sector in the September 2022-September 2023 period reveals that the shares of debts to banks and other liabilities increased, while the shares of deposits and equity decreased.

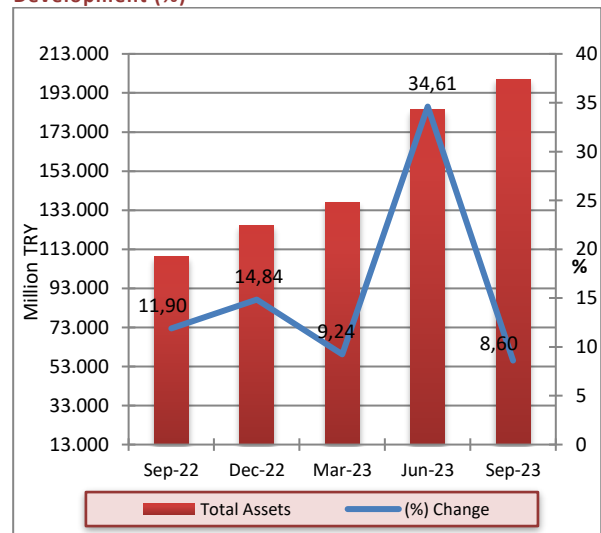
Table 5.7: Structural Percentage Distribution of Banking Sector Assets / Liabilities (%)

Assets	2022			2023	
	September	December	March	June	September
Cash and Cash Equivalents	32.97	34.02	32.76	31.44	32.29
Securities Portfolio	11.20	12.32	13.81	17.36	17.35
Total Gross Loans	46.61	45.15	44.29	41.59	40.42
Other Assets	9.21	8.51	9.14	9.61	9.94
Total	100.00	100.00	100.00	100.00	100.00
Liabilities					
Total Deposits	83.00	83.24	82.19	82.74	82.29
Debts to Banks	4.72	4.85	5.26	5.95	5.69
Other Liabilities	4.49	4.51	5.05	4.80	4.82
Equity	7.80	7.40	7.51	6.51	7.20
Total	100.00	100.00	100.00	100.00	100.00

Source: Central Bank of TRNC

Quarter-on-quarter increase of the banking sector's total assets has been 8.6 percent in September 2023, and 11.9 percent in the same period of 2022. In the period of September 2022 - September 2023, there was an increase of 91,012.9 million TRY in the total assets of the banking sector.

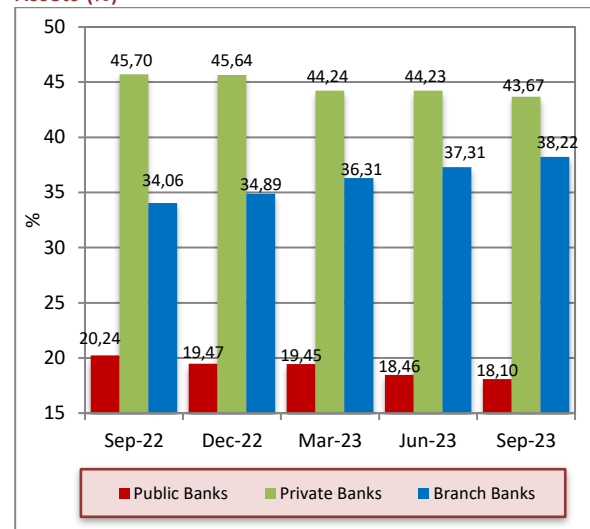
Chart 5.3: Assets of the Banking Sector and Quarterly Development (%)



Source: Central Bank of TRNC

In the third quarter of 2023, compared to the previous quarter, the share of bank groups in total assets decreased from 44.23 percent to 43.67 percent for private banks, from 18.46 percent to 18.1 percent for public banks, while the share of branch banks rose from 37.31 percent to 38.22 percent. In the September 2022-September 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

In the third quarter of 2023, public banks' total assets increased by 6.5 percent, private banks' total assets by 7.22 percent and branch banks' total assets by 11.27 percent, compared to the previous quarter. Total assets

increased by 64 percent in public banks, by 75.26 percent in private banks and by 105.85 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	
	September	December	March	June	September	06/2023-09/2023	09/2022-09/2023
Public Banks	2,089.6	24,400.5	26,627.2	34,016.9	36,227.1	6.50	64.00
Private Banks	49,877.9	57,198.4	60,571.9	81,524.5	87,414.2	7.22	75.26
Branch Banks	37,166.7	43,732.7	49,714.7	68,755.0	76,505.8	11.27	105.85
Total	109,134.2	125,331.6	136,913.8	184,296.4	200,147.1	8.60	83.40

Source: Central Bank of TRNC

Analyzing the TRY and FX distribution of gross loans as of September 2023, the share of TRY loans increased from 36.79 to 36.85 percent compared to the previous quarter, while the share of FX loans decreased from

63.21 to 63.15 percent. As of September 2023, the share of TRY deposits rose to 15.26 percent from 14.42 percent quarter-on-quarter, while that of FX deposits declined to 84.74 percent from 85.58 percent.

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

	2022				2023					
	September		December		March		June		September	
	TRY	FX	TRY	FX	TRY	FX	TRY	FX	TRY	FX
Loans	37.32	62.68	39.20	60.80	40.86	59.14	36.79	63.21	36.85	63.15
Deposits	19.64	80.36	19.89	80.11	19.20	80.80	14.42	85.58	15.26	84.74

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 11.56 percent in the third quarter of 2023 and reached from 57,935.3 million TRY to 64,633.1 million TRY, compared to the previous quarter.

In this period, a decrease of 178.2 million TRY in the cash values item, 1,178.6 million TRY in the receivables from the Central Bank item, 3,845.8 million TRY in the

IMM transactions item, and 1,851.6 million TRY in the receivables from banks item was recorded.

Cash and cash equivalents amounting to 35,986 million TRY at the end of September 2022 increased to 64,633.1 million TRY by the end of September 2023. In the period, cash assets increased by 1,133.5 million TRY, receivables from the Central Bank by 6,600 million TRY, receivables from IMM transactions by 12,278.1 million TRY and receivables from banks by 8,635.5 million TRY.

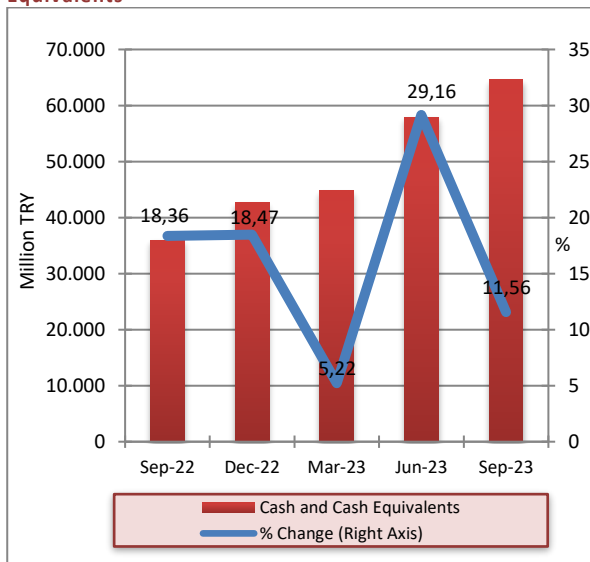
Table 5.10: Development of the Cash and Cash Equivalents (Million TRY)

	2022		2023		September	Percentage Change 06/2023 - 09/2023
	September	December	March	June		
Cash Assets	1,031.8	1,150.7	1,316.6	2,343.5	2,165.3	-7.60
Receivables from the Central Bank	10,234.7	12,703.2	13,014.5	15,656.1	16,834.7	7.53
Receivables from IMM Transactions	14,393.2	16,659.6	16,783.6	22,825.5	26,671.3	16.85
Receivables from Banks	10,326.3	12,119.4	13,742.4	17,110.2	18,961.8	10.82
Total	35,986.0	42,632.9	44,857.1	57,935.3	64,633.1	11.56

Source: Central Bank of TRNC

Cash and cash equivalents increased by 11.56 percent in the third quarter of 2023, compared to the previous quarter. In the period of September 2022 - September 2023, there was an increase of 28,647.1 million TRY in the cash and cash equivalents.

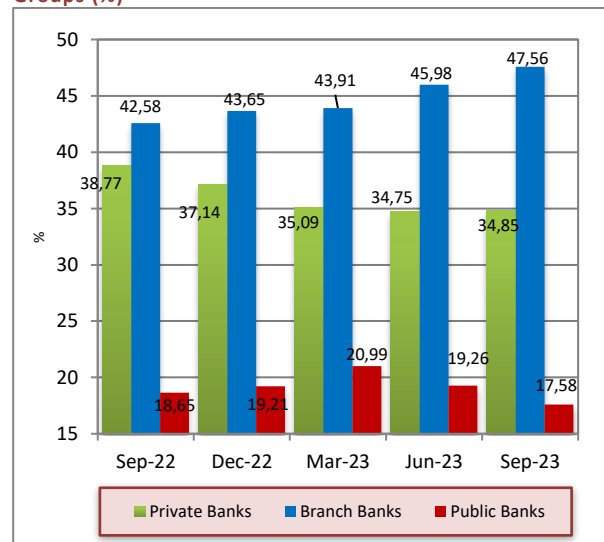
Chart 5.5: Quarterly Percentage Change of Cash and Cash Equivalents



Source: Central Bank of TRNC

In the third quarter of 2023, the share of cash and cash equivalents held by public banks decreased compared to the previous quarter, while it increased for both private and branch banks. In the September 2022-September 2023 period, the shares of private banks and public 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 56,308.8 million TRY as of September 2023, are in the first rank as in the previous periods. They are followed by consumer loans with a total of 14,519 million TRY.

During the period from September 2022 to September 2023, business loans increased from 36,259.2 million TRY to 56,308.8 million TRY and consumer loans increased from 8,606.6 million TRY to 14,519 million TRY.

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

	2022			2023	
	September	December	March	June	September
Business Loans	36,259.2	40,001.4	42,455.2	54,307.9	56,308.8
Consumer Loans	8,606.6	9,376.5	10,617.0	13,483.3	14,519.0
Credit Cards	1,504.1	1,770.5	1,939.4	2,520.1	2,910.6
Discount Loans	901.9	1,115.8	1,172.7	1,787.2	1,854.2
Other Investment Loans	286.9	290.1	95.1	173.9	170.5
Import Loans	0.9	2.6	1.1	1.4	1.4
Loans of Funds Originated	55.3	55.7	56.9	74.6	79.9
Directed Loans	113.4	234.0	393.8	464.4	434.3
Export Loans	13.0	10.0	25.0	43.0	40.5
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	0.0	0.0	0.0
Export Guaranteed Investment Loans	329.9	336.5	344.9	253.3	272.0
Other Loans	885.7	754.2	811.4	758.5	1,544.8
Total Loans	48,956.9	53,947.4	57,912.5	73,867.6	78,136.0

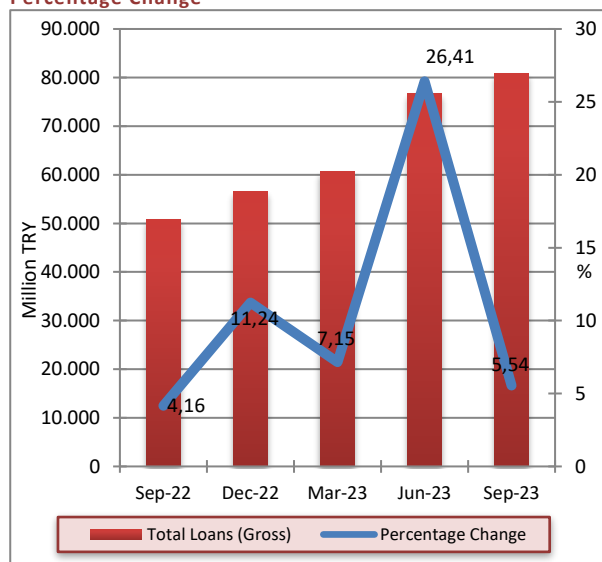
Source: Central Bank of TRNC

Note: Non-performing loans are not included.

Gross loans increased by 5.54 percent in the third quarter of 2023, compared to the previous quarter. In the period of September 2022 - September 2023, there was an increase of 30,023.3 million TRY in the gross loans.

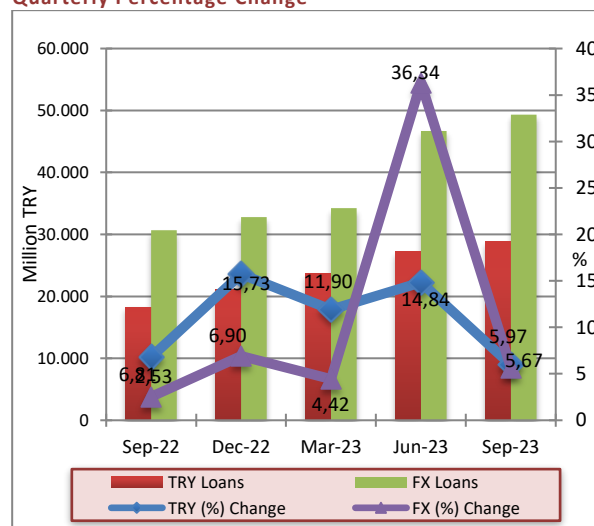
In the third quarter of 2023, 28,795.2 million TRY of the loans is in TRY currency and 49,340.8 million TRY is in foreign currency. In the period, there has been an increase of 5.97 percent in TRY loans and 5.67 percent in FX loans, compared to the previous quarter.

Chart 5.7: Development of Gross Loans and Quarterly Percentage Change



Source: Central Bank of TRNC

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

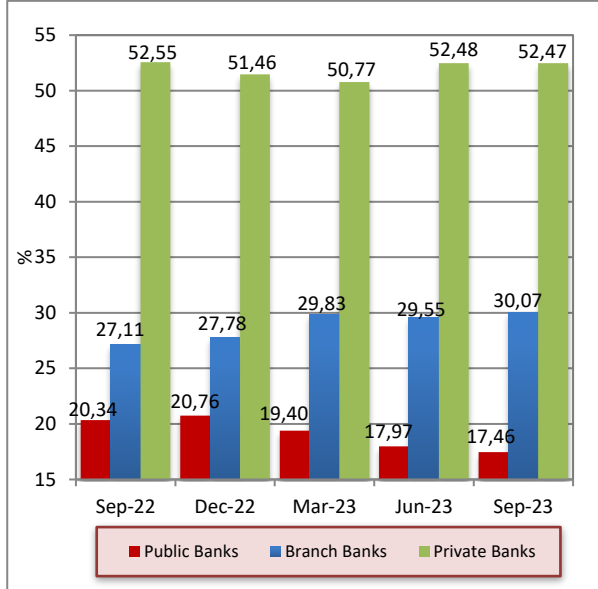


Source: Central Bank of TRNC

Note: Non-performing loans are not included.

Analysis of gross loan shares by bank groups for the third quarter of 2023 shows a decrease in the share of public banks from 17.97 to 17.46 percent, and a slight drop for private banks from 52.48 to 52.47 percent on a quarter-on-quarter basis. In the September 2022-September 2023 period, the share of branch banks increased, while the share of public banks and private banks decreased.

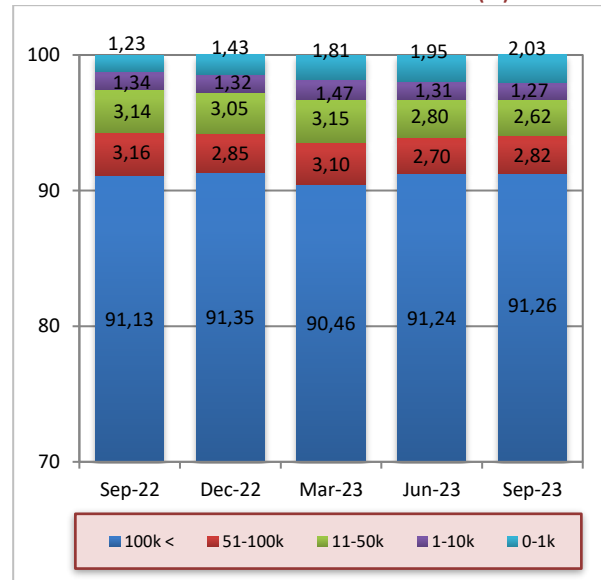
Chart 5.9: Share of Gross Loans Based on Bank Groups (%)



Source: Central Bank of TRNC

By the end of the third quarter of 2023, the share of loans over 100 thousand TRY in total loans has been 91.26 percent. In this period, 51-100 thousand TRY loans are in the second place in loan sizes with a share of 2.82 percent. Loans amounting to 11-50 thousand TRY and 0 thousand TRY constitute 2.62 and 2.03 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 1.27 percent.

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

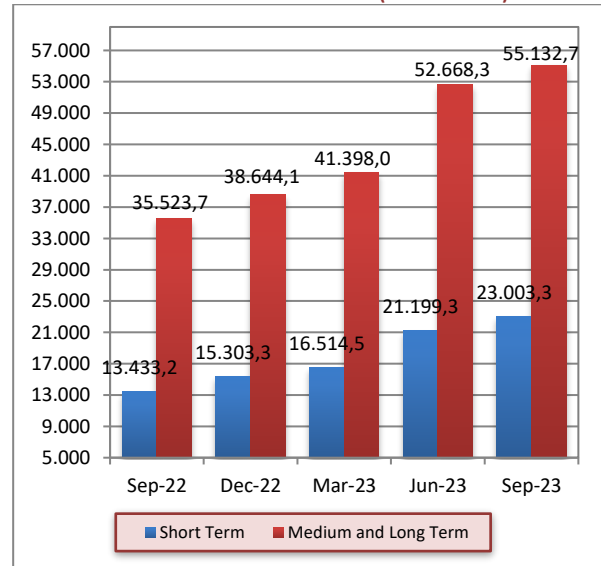


Source: Central Bank of TRNC

Note: Non-performing loans are not included.

In the third quarter of 2023, short-term loans increased from 21,199.3 million TRY to 23,003.3 million TRY, and medium and long-term loans increased from 52,668.3 million TRY to 55,132.7 million TRY. In the period of September 2022 - September 2023, short-term loans increased by 71.24 percent and medium and long-term loans increased by 55.2 percent.

Chart 5.11: Term Structure in Loans (Million TRY)



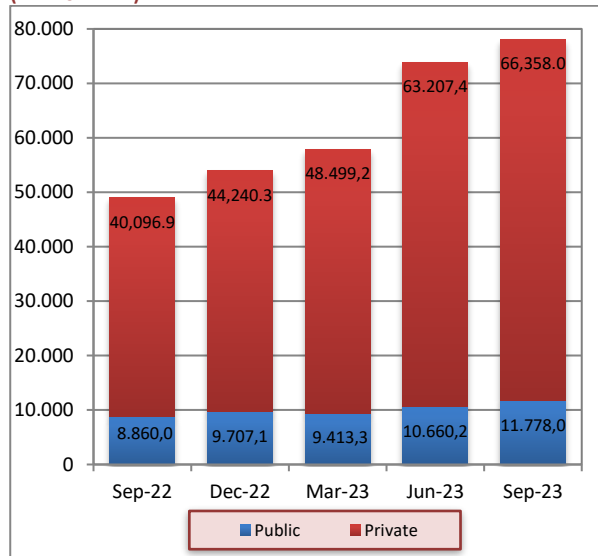
Source: Central Bank of TRNC

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

As of September 2023, 84.93 percent of the banking sector’s total loans has been extended to the private sector and 15.07 percent to the public sector. Compared to the previous quarter, loans used by the public sector increased from 10,660.2 million TRY to 11,778 million TRY and private sector loans increased from 63,207.4 million TRY to 66,358 million TRY.

In September 2022 - September 2023 period, the increase rate of the loans used by the public has been 32.93 percent and the loans used by the private sector has increased by 65.49 percent.

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

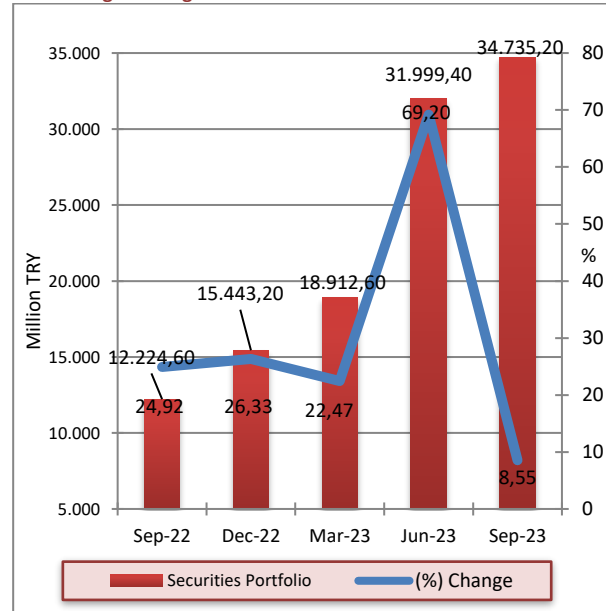


Source: Central Bank of TRNC

5.2.4 SECURITIES PORTFOLIO

Securities portfolio increased by 8.55 percent in September 2023, compared to the previous quarter. In the one-year period, there has been an increase of 22,510.6 million TRY in the securities portfolio item compared to September 2022.

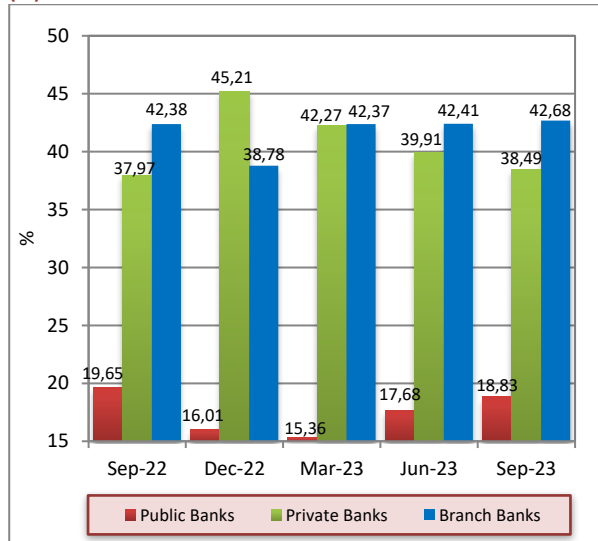
Chart 5.13: Securities Portfolio Totals and Quarterly Percentage Change



Source: Central Bank of TRNC

As of the third quarter of 2023, compared to the previous quarter, the share of public banks in total SP increased from 17.68 percent to 18.83 percent, the share of branch banks rose from 42.41 percent to 42.68 percent, and the share of private banks declined from 39.91 percent to 38.49 percent. In the September 2022-September 2023 period, the share of public banks decreased, while the share of branch banks and private banks increased.

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



Source: Central Bank of TRNC

5.2.5 DEPOSITS

Deposits, which is the most important funding source of the sector increased by 8.01 percent in the third quarter of 2023, compared to the previous quarter. Deposits increased by 81.83 percent in one-year period and amounted to 164,692.8 million TRY at the end of September 2023.

As of the end of September 2023, it is observed that the largest share belongs to savings deposits with 113,374.3 million TRY as it was in the previous periods. This is followed by commercial deposits with 42,722.5 million TRY and official deposits with 5,808 million TRY. In September 2022 - September 2023 period, savings deposits increased by 78.28 percent, commercial deposits by 99.14 percent, while official deposits decreased by 46.34 percent.

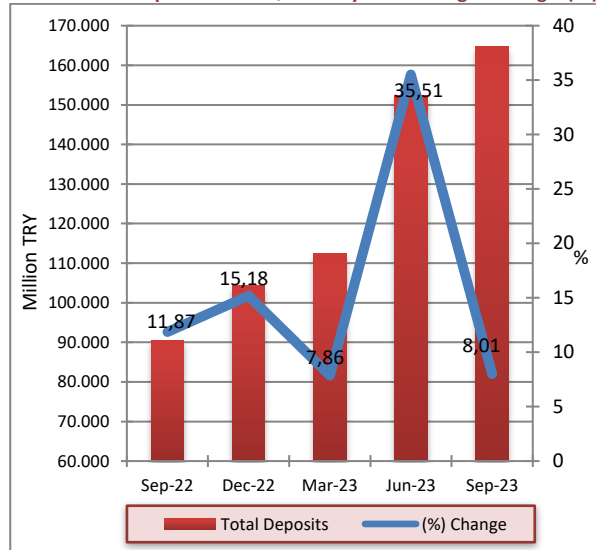
Table 5.12: Development of Deposits by Type (Million TRY)

	2022		2023		Percentage Change		
	September	December	March	June	September	06/2023 – 09/2023	09/2022 – 09/2023
Savings	63,595.0	72,404.4	78,635.2	106,573.2	113,374.3	6.38	78.28
Commercial	21,453.9	25,888.3	27,171.0	37,574.6	42,722.5	13.70	99.14
Official	3,968.9	4,367.7	4,644.7	5,626.1	5,808.0	3.23	46.34
Other	1,558.2	1,664.1	2,074.4	2,710.3	2,788.0	2.87	78.92
Total Deposits	90,576.0	104,324.5	112,525.3	152,484.2	164,692.8	8.01	81.83
Debts to Banks	5,148.6	6,081.6	7,198.1	10,970.2	11,394.0	3.86	121.30
Total Deposits Including Debts to Banks	95,724.6	110,406.1	119,723.4	163,454.4	176,086.8	7.73	83.95

Source: Central Bank of TRNC

In 2023, total deposits increased by 8.01 percent in the third quarter, compared to the previous quarter. In the period of September 2022 - September 2023, there was an increase of 74,116.8 million TRY in deposits.

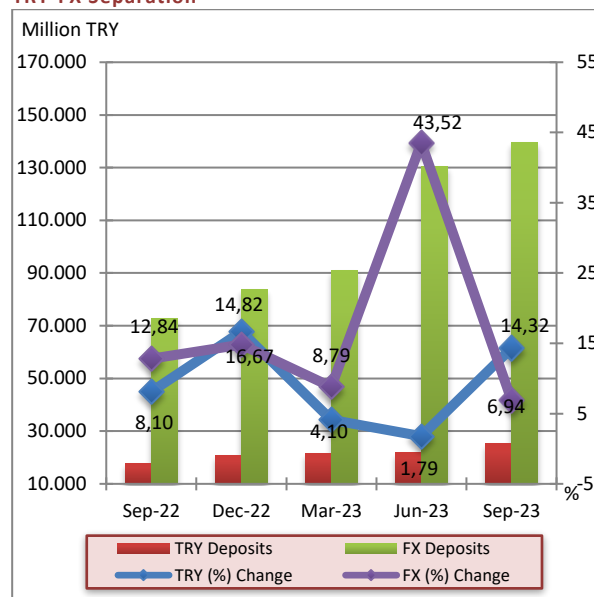
Chart 5.15: Deposits and Quarterly Percentage Change (%)



Source: Central Bank of TRNC

In the third quarter of 2023, it is observed that deposits amounted to 25,139.5 million TRY in Turkish Lira currency and 139,553.3 million TRY in foreign currency. In this period, TRY deposits increased by 14.32 percent and FX deposits increased by 6.94 percent, compared to the previous quarter.

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



Source: Central Bank of TRNC

At the end of September 2023, compared to the previous quarter, TRY deposits of public banks increased by 11.28 percent, FX deposits by 5.03 percent, private banks' TRY deposits by 10.57 percent and FX deposits by 6.34 percent, and TRY deposits of branch banks by 19.67 percent, and FX deposits by 8.89 percent.

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

	June 2023			September 2023			Percentage Change 06/2023 - 09/2023		
	TRY	FX	Total	TRY	FX	Total	TRY	FX	Total
Public Banks	5,962.0	23,180.7	29,142.7	6,634.4	24,347.4	30,981.8	11.28	5.03	6.31
Private Banks	7,421.1	64,708.5	72,129.6	8,205.3	68,812.1	77,017.4	10.57	6.34	6.78
Branch Banks	8,606.7	42,605.2	51,211.9	10,299.8	46,393.8	56,693.6	19.67	8.89	10.70
Total Deposits	21,989.8	130,494.4	152,484.2	25,139.5	139,553.3	164,692.8	14.32	6.94	8.01

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 41.66 percent in September 2023. 1-month deposits are followed by demand deposits with a share of 30.6 percent, 3-month deposits with a share of 16.95 percent, 1-year deposits with a share of 8.31 percent and 6-month deposits with a share of 2.48 percent.

Compared to the previous quarter, demand deposits increased by 0.8 points, 3-month deposits increased by 0.29 points, 1-month deposits decreased by 0.53 points, 6-month deposits decreased by 0.06 points and 1-year deposits decreased by 0.51 points.

During September 2022 - September 2023 period, demand and 3-month deposits increased by 4.96 and 0.52 points respectively, while 1-month, 6-month and 1-year deposits decreased by 3.48, 0.64 and 1.35 points, respectively.

Table 5.14: Maturity Distribution of Deposits (%)

	2022			2023		Change (Points)	
	September	December	March	June	September	06/2023-09/2023	09/2022-09/2023
Demand	25.64	27.66	28.81	29.80	30.60	0.80	4.96
1-Month	45.14	43.13	43.97	42.19	41.66	-0.53	-3.48
3-Month	16.43	17.16	16.32	16.66	16.95	0.29	0.52
6-Month	3.12	2.70	2.45	2.54	2.48	-0.06	-0.64
1-Year	9.66	9.35	8.45	8.82	8.31	-0.51	-1.35
Total	100.00	100.00	100.00	100.00	100.00		

Source: Central Bank of TRNC

In the monthly reports submitted to the Bank by banks operating in the TRNC, the form detailing the size of deposits and the number of accounts has been updated, with changes to the deposit size brackets. Accordingly, when the distribution of deposits in the banking sector is analyzed by size, as of the end of September 2023, deposits of 0 - 200 thousand TRY amounted to 16,720 million TRY, deposits of 200 thousand - 1 million TRY amounted to 50,132 million TRY, deposits of 1 - 10

million TRY amounted to 60,449 million TRY, deposits of 10 - 20 million TRY amounted to 12,101 million TRY, deposits of 20 - 50 million TRY amounted to 11,246 million TRY and deposits over 50 million TRY amounted to 14,045 million TRY. In the third quarter of 2023, the share of deposits between 1-10 million TRY in total deposits was 36.7 percent, while the share of deposits between 200 thousand-1 million TRY in total deposits became 30.44 percent.

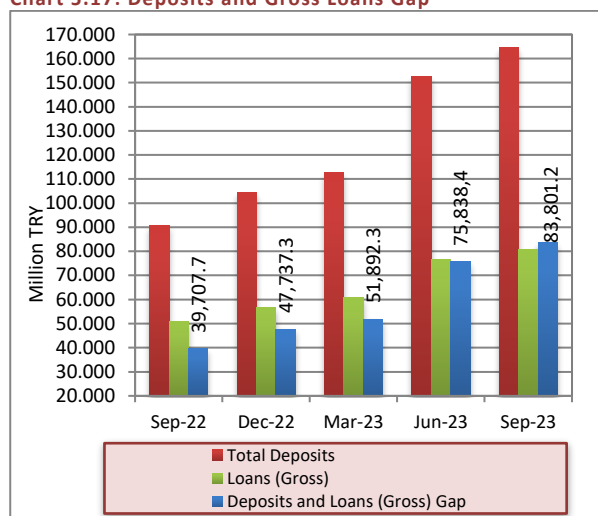
Table 5.15: Distribution of Deposits by Size (Volume - Million TRY, Number - Number of Accounts)

	2023			
	June		September	
	Volume	Number	Volume	Number
0 - 200 thousand TRY	16,265.0	1,195,185	16,720.1	1,215,424
200 thousand-1 million TRY	47,696.1	105,209	50,132.0	109,878
1-10 million TRY	56,308.0	23,524	60,449.1	25,452
10-20 million TRY	10,842.3	790	12,101.1	893
20-50 million TRY	10,296.0	347	11,246.0	387
> 50 million TRY	11,076.8	115	14,044.5	144
Total Deposits	152,484.2	1,325,170	164,692.8	1,352,178

Source: Central Bank of TRNC

Total deposits and gross loans gap, which was 75,838.4 million TRY at the end of June 2023, has increased by 7,962.8 million TRY and rose to 83,801.2 million TRY at the end of September 2023.

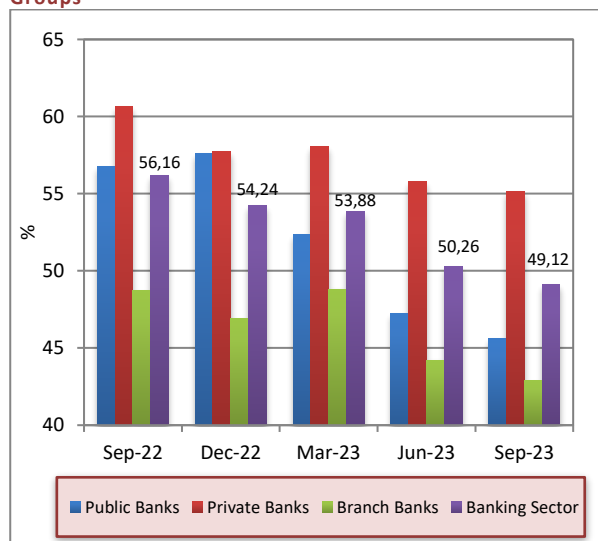
Chart 5.17: Deposits and Gross Loans Gap



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 50.26 percent at end-June 2023 and dropped to 49.12 percent at end-September 2023. The ratio of gross loans to total deposits decreased by 7.04 points in the one-year period. Examining loans to deposits ratio at the end of September 2023 on the basis of bank groups, private banks rank first with 55.14 percent. Private banks are followed by public banks with 45.59 percent. Branch banks have a conversion rate of 42.87 percent.

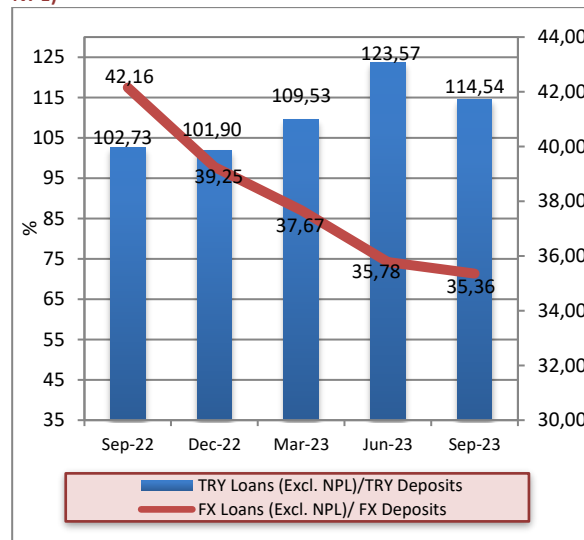
Chart 5.18: Deposits to Loans (Gross) Ratio Based on Bank Groups



Source: Central Bank of TRNC

TRY deposits to TRY loans ratio (excluding NPL) decreased from 123.57 to 114.54 percent as of September 2023 compared to the previous quarter, and FX deposits to FX loans ratio (excluding NPL) decreased from 35.78 to 35.36 percent. TRY and FX deposits to loans ratio was 102.73 percent and 42.16 percent, respectively, in September 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 20.18 percent, compared to the previous quarter and reached 14,416.6 million TRY in the third quarter of 2023.

Equity increased by 69.43 percent in September 2022 - September 2023 period. In the one-year period, the paid-in capital of the sector increased by 815.6 million TRY and legal reserves increased by 2,079.1 million TRY.

Table 5.16: Development of Equity (Million TRY)

	2022		2023		
	Sept.	Dec.	March	June	Sept.
Paid-in Capital	2,028.1	2,316.1	2,316.5	2,627.8	2,843.7
Legal Reserves	3,766.1	3,693.6	4,388.3	5,930.5	5,845.1
Fixed Asset Revaluation Fund	11.5	11.5	11.5	11.5	11.5
Securities Value Increment Fund	510.8	554.4	586.2	788.2	870.0
Period Profit (Loss)	2,192.6	2,703.3	1,084.9	2,637.8	4,846.3
Accumulated Profit (Loss)	0.0	0.0	1,888.1	0.0	0.0
Total	8,509.1	9,278.9	10,275.5	11,995.8	14,416.6

Source: Central Bank of TRNC

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

5.3 MONEY SUPPLY

Money supply classified as narrow money, which is also called as M1 increased by 10.1 percent at the end of September 2023 compared to June 2023 and rose from 54,532.1 million TRY to 60,041.8 million TRY. M1 increased by 112.07 percent in one-year period.

The money supply qualified as M2, which amounted to 156,930.8 million TRY at the end of June 2023, increased by 7.88 percent in the third quarter of 2023 and reached 169,304.5 million TRY. M2 increased by 83.86 percent in one-year period.

M3 money supply classified as broad money, which is estimated by adding official deposits and other deposits within Central Bank of the TRNC to the M2, increased by 8.53 percent in the third quarter of 2023 compared to the previous quarter and rose from 163,014.6 million TRY to 176,924.2 million TRY. The increase rate of M3 is 83.83 percent, compared to the same period of the previous year.

Table 5.17: Money Supply (Million TRY)

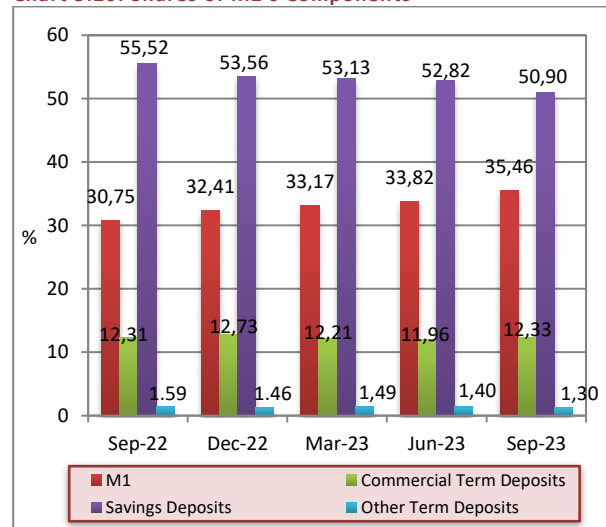
Years	Period	M1	Annual Percentage Change	M2	Annual Percentage Change	M3	Annual Percentage Change
2019	III	6,775.1	8.49	30,109.1	5.40	33,243.7	8.29
	IV	7,386.0	28.97	33,164.4	23.53	35,890.4	24.32
2020	I	7,872.2	25.00	34,635.5	19.22	37,612.4	20.45
	II	8,529.4	29.59	35,839.0	19.20	38,294.3	18.23
	III	9,724.8	43.54	40,684.0	35.12	43,787.2	31.72
	IV	10,077.1	36.44	41,842.8	26.17	45,299.2	26.22
2021	I	10,491.4	33.27	45,118.5	30.27	48,624.9	29.28
	II	11,257.1	31.98	47,658.2	32.98	50,639.9	32.24
	III	12,381.7	27.32	49,727.0	22.23	52,622.7	20.18
	IV	17,349.1	72.16	67,053.5	60.25	71,395.9	57.61
2022	I	19,759.9	88.88	74,364.7	64.82	78,623.5	61.69
	II	23,814.8	111.55	82,490.8	73.09	86,691.6	71.19
	III	28,312.7	128.67	92,082.7	85.18	96,243.4	82.89
	IV	34,326.7	97.86	105,913.6	57.95	111,344.3	55.95
2023	I	40,071.5	102.79	116,406.7	56.53	121,302.0	54.28
	II	54,532.1	128.98	156,930.8	90.24	163,014.6	88.04
	III	60,041.8	112.07	169,304.5	83.86	176,924.2	83.83

Source: Central Bank of TRNC

As in previous periods, the largest share in M2 is 50.9 percent with the savings deposits as of September 2023. This is followed by M1 with a share of 35.46 percent, commercial time deposits with 12.33 percent and other time deposits with a ratio of 1.3 percent.

Savings time deposit, which constitutes the largest share of the structure of M2, decreased by 4.62 points from 55.52 percent to 50.9 percent in September 2022 - September 2023 period. In this period, M1, the other subcomponent of M2, increased from 30.75 percent to 35.46 percent, time commercial deposits rose from 12.31 percent to 12.33 percent, while other time deposits decreased from 1.59 percent to 1.3 percent.

Chart 5.20: Shares of M2's Components



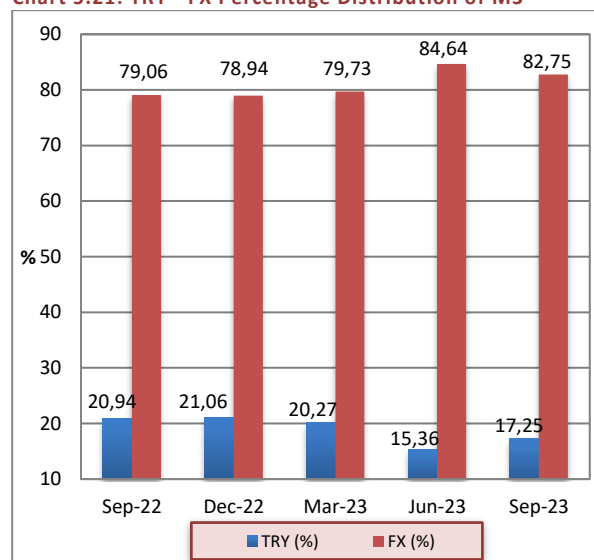
Source: Central Bank of TRNC

Analyzing the TRY-FX percentage distribution of M3 as of September 2023, it is observed that the share of TRY deposits in M3 is 17.25 percent and the share of FX deposits is 82.75 percent. These shares were 20.94 percent in TRY and 79.06 percent in FX at the end of September 2022.

5.4 OVERVIEW OF INTERBANK MONEY MARKET

As of the third quarter of 2023, there have been 1,041 transactions in TRY, 713 transactions in USD, 472 transactions in EUR and 635 transactions in GBP currency. In this period, transactions of 236,845 million TRY in Turkish Lira currency, 14,400 million USD, 12,115 million EUR and 14,005 million GBP in foreign currency were made.

Chart 5.21: TRY - FX Percentage Distribution of M3



Source: Central Bank of TRNC

Table 5.18: Transaction Volume (x 1.000) and Amount

	TRY		\$		€		£	
	Number	Volume	Number	Volume	Number	Volume	Number	Volume
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
2023-Q3	1,041	236,844,900	713	14,399,750	472	12,114,550	635	14,004,700

Source: Central Bank of TRNC

Looking at the volume distributions of overnight transactions made in the third quarter of 2023, it is observed that the shares are 99.33 percent in TRY, 99.97 percent in USD, and 100 percent in EUR and GBP.

In the same period, the share one-week transactions was 3.5 per mille in TRY, and the share of two-week transactions was 3.2 per mille in TRY.

Table 5.19: Transaction Volume (x 1.000)

	TRY		\$		€		£	
	Volume	Share (%)	Volume	Share (%)	Volume	Share (%)	Volume	Share (%)
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	0.00	100	0.00		
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						
2023 Q3	236,844,900		14,399,750		12,114,550		14,004,700	
ON	235,250,000	99.33	14,399,750	100.00	12,114,050	100.00	14,004,700	100.00
1W	824,900	0.35						
2W	760,000	0.32						
3W								
1M	10,000	0.00			500,000	0.00		
3M								

Source: Central Bank of TRNC

Note: ON: Overnight

W: Week

M: Month

Average interest rates for overnight transactions made in the third quarter of 2023 were 25.81 percent in TRY, 2 percent in USD, 1.49 percent in EUR, and 1.74 percent in GBP. The average interest rates of 1-week

transactions were 28.78 percent in TRY, 2-week transactions were 28.25 percent in TRY and 1-month transactions were 31 percent in TRY.

Table 5.20: Average Interest Rates (%)

	2022			2023		
	Q3	Q4	Q1	Q2	Q3	
TRY	ON	14.25	14.32	14.93	20.40	25.81
	1W	16.67	16.69	17.52	23.57	28.78
	2W	16.29	16.39	17.03	23.04	28.25
	3W		17.00	17.96		
	1M	17.34	17.04	19.53	26.20	31.00
	3M				25.00	
\$	ON	1.20	1.24	1.50	1.83	2.00
	1W					
	2W					
	3W					
	1M	1.50				
	3M					
€	ON	0.60	0.62	0.75	1.08	1.49
	1W					
	2W					
	3W					
	1M	2.50	2.50			2.00
	3M					
£	ON	0.75	0.79	1.00	1.32	1.74
	1W					
	2W					
	3W					
	1M					

Source: Central Bank of TRNC

Note: ON: Overnight

W: Week

M: Month

5.5 CREDIT CARDS MAXIMUM INTEREST RATES

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

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

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

Table 5.21: Credit Cards Maximum Interest Rates (%)

Effective Date	TRY		FX	
	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 (RG 188)	1.00	1.50	0.75	1.25
01/01/2021 (OG 238)	1.95	2.45	1.13	1.63
01/04/2021 (OG 73)	2.29	2.79	1.09	1.59
01/07/2021 (OG 145)	2.54	3.04	1.09	1.59
01/10/2021 (OG 219)	2.60	3.10	1.09	1.59
01/12/2021 (OG 256)	1.50	2.00	1.09	1.59
01/03/2022 (OG 34)	1.50	2.00	1.09	1.59
01/06/2022 (OG 110)	1.99	2.49	0.93	1.43
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
01/08/2023 (OG 157)	2.72	3.22	0.96	1.46
01/10/2023 (OG 199)	2.98	3.48	0.97	1.47

Source: Central Bank of TRNC

5.6 NON-BANK FINANCIAL INSTITUTIONS

5.6.1 INTERNATIONAL BANKING UNITS

As of September 2023, total asset size of the five International Banking Units decreased by 6.85 percent compared to the end of 2022 and declined to 234 million USD. In this period, cash and cash equivalents decreased by 27.34 percent to 30.3 million USD, gross loans decreased by 4.95 percent to 184.3 million USD and other assets rose by 24.67 percent to 19.2 million USD.

Total deposits decreased by 9.58 percent in December 2022 - September 2023 period and declined to 188.8 million USD. Equity increased by 9.7 percent to 41.7 million USD, while other liabilities increased by 266.67 percent to 3.3 million USD compared to year-end 2022.

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

	December 2022	September 2023	Percentage Change
Cash and Cash Equivalents	41.7	30.3	-27.34
Loans (Gross)	193.9	184.3	-4.95
Other Assets	15.4	19.2	24.67
Assets/Liabilities	251.0	233.8	-6.85
Deposits	208.8	188.8	-9.58
Debts to Banks	0.0	0.0	0.0
Equity	41.3	41.7	0.97
Other Liabilities	0.9	3.3	266.67

Source: Central Bank of TRNC

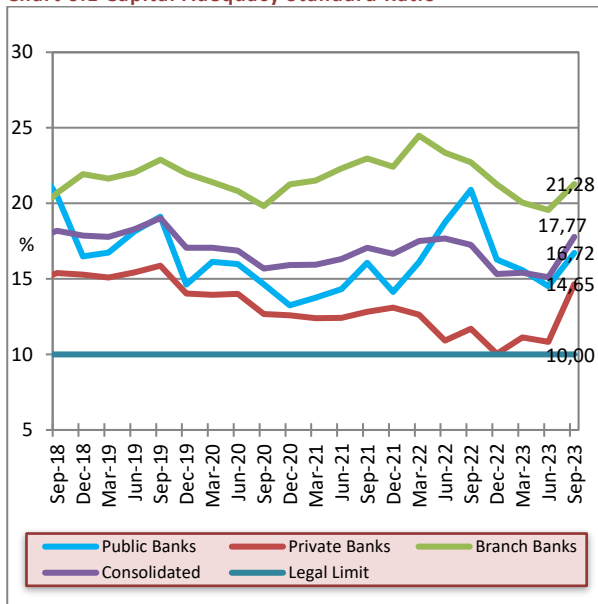
6 FINANCIAL STABILITY ANALYSIS

6.1 CAPITAL ADEQUACY

In the third quarter of 2023, the sector’s capital adequacy standard ratio increased by 2.66 points compared to the previous quarter and reached 17.77 percent, well above the legal limit of 10 percent.

As of September 2023, CASR based on bank groups has been 16.72 percent in public banks, 14.65 percent in private banks and 21.28 percent in branch banks. In June 2023, these ratios were 14.51, 10.84 and 19.57 percent, respectively. Compared to the same period of the previous year, CASR increased by 2.21 points in public banks, by 3.81 points in private banks and by 1.71 points in branch banks in September 2023.

Chart 6.1 Capital Adequacy Standard Ratio



Source: Central Bank of TRNC

Comparing the risk-weighted assets at the end of September 2023 to the end of June 2023, assets with 0 percent risk weight increased by 32.87 percent, assets with 20 percent risk weight by 6.07 percent, assets with 50 percent risk weight by 11.07 percent, and assets with 100 percent risk weight increased by 13.69 percent. In the period, the total of market risk and operational risk increased by 638.4 million TRY and reached 15,744.6 million TRY, compared to the previous period. Total market risk and operational risk of the sector increased by 6,272.9 million TRY in one-year period (September 2022 - September 2023).

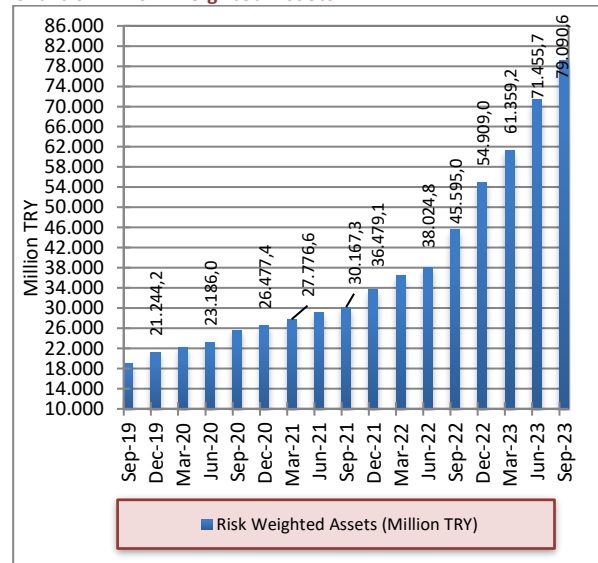
Table 6.1: Risk-Weighted Assets (Million TRY)

	Sept. 22	Dec. 22	Mar. 23	Jun. 23	Sept. 23	Percentage Change (06/23-09/23)
0 %	47,425.1	55,295.5	59,724.7	68,350.3	90,814.7	32.87
20 %	13,520.1	18,202.6	20,018.7	21,802.6	23,125.9	6.07
50 %	24,057.8	25,463.2	27,931.8	29,239.8	32,669.2	11.07
100 %	21,390.4	26,045.5	30,579.3	37,156.1	42,386.2	13.69
Market Risk + Operational Risk	9,471.7	12,491.5	12,810.3	15,106.2	15,744.6	4.23

Source: Central Bank of TRNC

The weighted sum of risk-weighted assets, which amounted to 71,242.8 million TRY as of June 2023, increased by 7,634.9 million TRY at the end of September 2023 and reached 79,090.6 million TRY. Risk-weighted assets of the sector increased by 73.5 percent in September 2022 - September 2023 period.

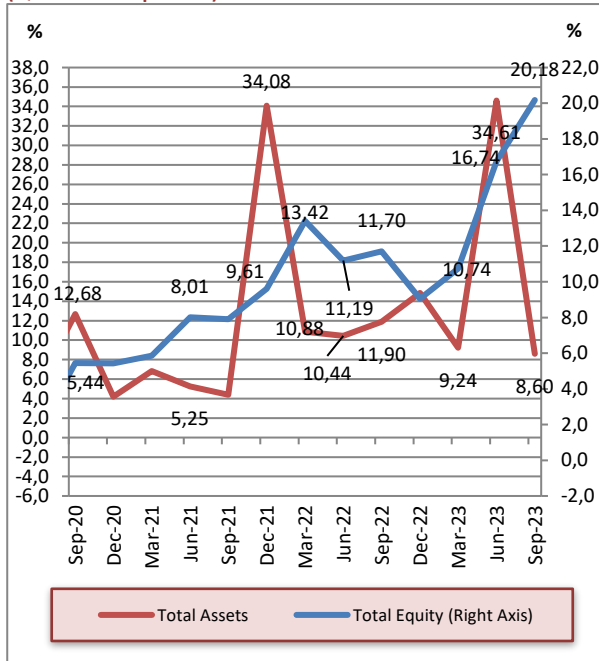
Chart 6.2: Risk-Weighted Assets



Source: Central Bank of TRNC

As of the end of September 2023, total assets increased by 8.6 percent and total equity increased by 20.18 percent, compared to June 2023. Total assets and equity increased by 83.4 percent and 69.42 percent, respectively, compared to the same period of the previous year.

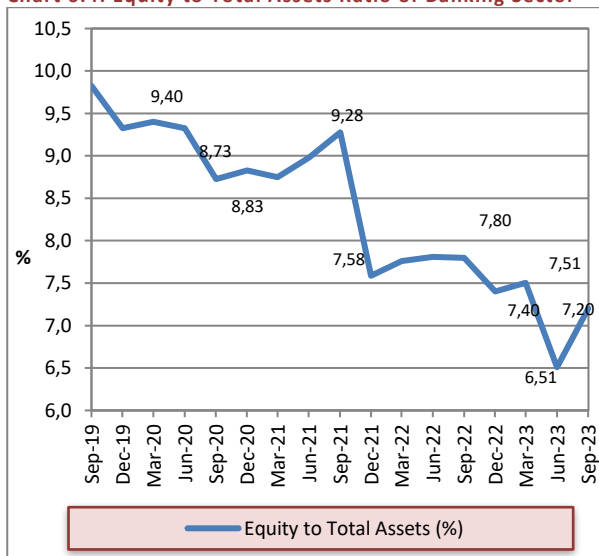
Chart 6.3: Increase Rates in Total Equity and Total Assets (Quarter-on-quarter)



Source: Central Bank of TRNC

The ratio of total equity to total assets, which was 7.4 percent in December 2022, rose to 7.51 percent at end-March 2023, decreased to 6.51 percent at end-June 2023, and rose again to 7.20 percent at end-September 2023.

Chart 6.4: Equity to Total Assets Ratio of Banking Sector

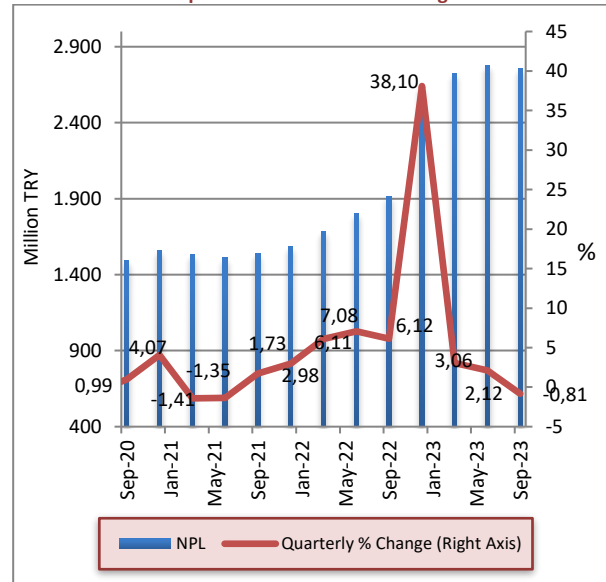


Source: Central Bank of TRNC

6.2 NON-PERFORMING LOANS

Sector's non-performing loans amounted to 2,778.2 million TRY as of the end of June 2023 and decreased by 0.81 percent to 2,755.6 million TRY as of the end of September 2023. Non-performing loans increased by 44.17 percent, compared to the same period of the previous year.

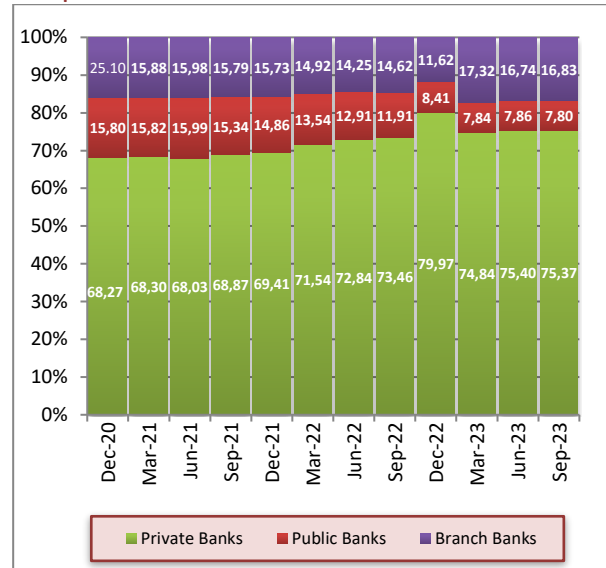
Chart 6.5: Development of Non-Performing Loans



Source: Central Bank of TRNC

In the third quarter of 2023, the shares of public and private banks in total NPLs decreased quarter-on-quarter, while the share of branch banks increased. Accordingly, in the June 2023-September 2023 period, the share of public banks decreased from 7.86 percent to 7.8 percent, the share of private banks decreased from 75.4 percent to 75.37 percent, and the share of branch banks increased from 16.74 percent to 16.83 percent. In the September 2022-September 2023 period, the share of private banks in total NPLs increased from 73.46 percent to 75.37 percent, the share of branch banks rose from 14.62 percent to 16.83 percent, and the share of public banks decreased from 11.91 percent to 7.8 percent.

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



Source: Central Bank of TRNC

In the third quarter of 2023, total assets stood at 200,147.1 million TRY, total gross loans at 80,891.6 million TRY, NPLs at 2,755.6 million TRY and provisions for NPL 1,498.5 million TRY. Analyzed by bank groups, as of September 2023, total assets in public banks are 36,227.1 million TRY, total gross loans are 14,125.9 million TRY, non-performing loans are 214.9 million TRY and provisions for non-performing loans are 213.1 million TRY.

In the private banks, total assets amounts to 87,414.2 million TRY, total gross loans amounts to 42,445 million TRY, non-performing loans amounts to 2,077 million TRY and provisions for non-performing loans amounts to 1,033.1 million TRY. Branch banks have total assets of 76,505.8 million TRY, total gross loans of 24,320.7 million TRY, non-performing loans of 463.7 million TRY and provisions for non-performing loans of 252.3 million TRY.

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

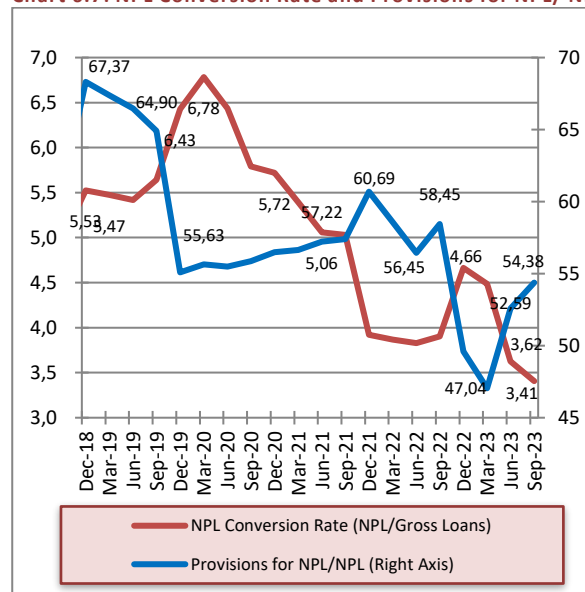
	Total Assets			Total Gross Loans			NPL			Provisions for NPL		
	Mar. 23	Jun. 23	Sept. 23	Mar. 23	Jun. 23	Sept. 23	Mar. 23	Jun. 23	Sept. 23	Mar. 23	Jun. 23	Sept. 23
Public Banks	26,627.2	34,016.9	36,227.1	11,763.4	13,774.0	14,125.9	213.3	218.4	214.9	206.9	216.3	213.1
Private Banks	60,571.9	81,524.5	87,414.2	30,785.2	40,226.3	42,445.0	2,036.0	2,094.9	2,077.0	846.5	1,003.0	1,033.1
Branch Banks	49,714.7	68,755.0	76,505.8	18,084.4	22,645.5	24,320.7	471.2	464.9	463.7	226.3	241.7	252.3
Total	136,913.8	184,296.4	200,147.1	60,633.0	76,645.8	80,891.6	2,720.5	2,778.2	2,755.6	1,279.7	1,461.0	1,498.5

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 resumed its downward trend and dropped to 4.49 percent in March 2023, 3.62 percent in June 2023 and 3.41 percent in September 2023.

The ratio of provisions for NPLs to total NPLs increased by 1.79 percentage points from 52.59 percent in June 2023 to 54.38 percent in September 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 3.1 percent at the end of June 2023, increased to 3.52 percent in the third quarter of 2023, return on equity, which was 41.74 percent increased to 48.73 percent and net interest margin from 4.41 to 4.8 percent. In the period of September 2022 - September 2023, the return on assets of the sector increased from 2.89 percent to 3.52 percent, the return on equity from 37.13 percent to 48.73 percent, and the net interest margin from 3.72 to 4.8 percent.

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

Description	2022		2023		
	Sept.	Dec.	Mar.	Jun.	Sept.
Return on Assets ¹	2.89	2.67	2.87	3.10	3.52
Return on Equity ²	37.13	34.66	37.57	41.74	48.73
Net Interest Margin ³	3.72	3.85	4.08	4.41	4.80

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
Turkish Lira and Foreign Currency Deposit and Reserve Requirement Accounts Interest Rates and Turkish Lira Rediscount, Discount and Advance Interest Rate Change	25.07.2023	1348	26.07.2023	153
Credit Cards Monthly Maximum Contractual and Default Interest Rates Change			31.07.2023	157
Notification on Independent Audit Firms (Amendment)	31.07.2023	1352	24.08.2023	172
Notification on the Consumer Loans (Amendment)	24.08.2023	1356	31.08.2023	177
Credit Cards Monthly Maximum Contractual and Default Interest Rates Change			28.09.2023	199

Table A.2: Economic Decisions - Legal Regulations

Title	Law/Draft Law/Bill		Official Gazette	
	Date	Number	Date	Number
Statutory Decrees				
Statutory Decree on the Amendment of the Statutory Decree on Loan Interest Support Fund	14.07.2023	Ü(K-I)1100-2023	14.07.2023	141
Statutory Decree on the Extension of the Application and Payment Period of Delayed Premium Debts of the Insured Under the Social Security Law	25.07.2023	Ü(K-I)1174-2023	26.07.2023	154
Statutory Decree on the Extension of the Application and Payment Period of Delayed Premium Debts of the Insured Under the Turkish Cypriot Social Insurance Law	25.07.2023	Ü(K-I)1175-2023	26.07.2023	154
Statutory Decree on the Amendment of the Statutory Decree on the Extension of the Application and Payment Period of Delayed Premium Debts of the Insured Under the Turkish Cypriot Social Insurance Law	31.08.2023	Ü(K-I)1322-2023	31.08.2023	177
Statutory Decree on the Amendment of the Statutory Decree on the Extension of the Application and Payment Period of Delayed Premium Debts of the Insured Under the Social Security Law	31.08.2023	Ü(K-I)1321-2023	31.08.2023	177
Regulations				
Regulation on Value Added Tax Rates (Amendment)	19.07.2023	Ü(K-I)1127-2023	21.07.2023	149
Regulation on Promoting Local Labor Employment (Amendment)	25.07.2023	Ü(K-I)1177-2023	26.07.2023	154
Regulation on Promoting Local Labor Employment (Amendment No. 2)	21.08.2023	Ü(K-I)1241-2023	22.08.2023	170
Regulation on Value Added Tax Rates (Amendment)	12.09.2023	Ü(K-I)1383-2023	12.09.2023	184
Regulation on Promoting Local Labor Employment (Amendment No:3)	14.09.2023	Ü(K-I)1388-2023	14.09.2023	186

ANNEX B. STATISTICAL DATA

Table B.1: Selected Balance Items (TRY)

Date	Liquid Assets	Loans	Other Assets	Total Assets	Equity	Deposits	Reserve Requirements	Other Liabilities	Total Liabilities
30 Jun. 2019	11,423,695,382	198,753,741	4,705,193	11,627,154,316	569,937,350	4,264,704,130	2,101,571,020	4,690,941,816	11,627,154,316
30 Sept. 2019	12,024,932,318	188,602,841	99,806,315	12,313,341,474	574,939,219	4,069,005,293	2,134,892,647	5,534,504,315	12,313,341,474
31 Dec. 2019	12,816,365,963	50,103,991	612,537,467	13,479,007,421	589,827,556	4,568,214,697	2,350,769,024	5,970,196,144	13,479,007,421
31 Mar. 2020	12,962,190,610	46,763,724	495,989,949	13,504,944,283	678,679,012	4,579,477,472	2,700,672,024	5,546,115,775	13,504,944,283
30 Jun. 2020	12,855,700,190	46,763,724	19,401,356	12,921,865,270	681,402,724	4,289,003,090	2,889,007,202	5,062,452,254	12,921,865,270
30 Sept. 2020	15,359,430,508	52,012,879	34,655,533	15,446,098,920	682,771,674	5,397,934,136	3,183,661,686	6,181,731,424	15,446,098,920
31 Dec. 2020	16,353,005,072	51,791,967	279,486,590	16,684,283,629	719,302,337	5,468,896,150	2,930,655,027	7,565,430,115	16,684,283,629
31 Mar. 2021	16,798,728,605	248,862,975	346,890,300	17,394,481,880	805,485,172	5,526,562,169	3,175,733,887	7,886,700,652	17,394,481,880
30 Jun. 2021	17,830,514,206	503,423,458	229,660,370	18,563,598,034	809,107,488	5,967,117,859	3,375,004,675	8,412,368,012	18,563,598,034
30 Sept. 2021	18,683,218,651	506,410,606	100,276,879	19,289,906,136	812,450,006	6,265,750,775	3,467,399,688	8,744,305,667	19,289,906,136
31 Dec. 2021	28,446,896,103	507,900,695	298,614,296	29,253,411,094	869,658,488	9,721,281,482	4,920,454,350	13,742,016,774	29,253,411,094
31 Mar. 2022	32,345,744,130	646,476,259	365,432,850	33,456,257,119	876,393,617	10,151,485,553	5,463,456,610	17,841,314,948	33,456,257,119
30 Jun. 2022	37,176,570,412	638,083,191	120,566,875	37,935,220,478	1,020,376,802	11,188,022,664	6,299,116,017	19,427,704,995	37,935,220,478
30 Sept. 2022	42,713,142,726	638,083,191	323,850,699	43,675,076,616	1,040,506,323	10,412,683,315	6,806,071,426	25,415,815,552	43,675,076,616
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
30 Sept. 2023	89,584,175,501	634,742,925	2,125,316,088	92,344,234,514	1,509,276,260	19,246,692,346	13,449,631,313	58,138,634,595	92,344,234,514

Source: Central Bank of TRNC

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

Table B.2: Liquid Assets (TRY)

Date	Cash Assets	Gold Deposit	Bank Deposits (TRY)	Bank Deposits (FX)	Foreign Banks	Securities Portfolio	Total
30 Jun. 2019	684,254,253	5,503,526	2,956,877,407	7,386,165,087	731,140	390,163,969	11,423,695,382
30 Sept. 2019	695,057,549	5,503,526	3,258,721,464	7,319,698,436	90,233,033	655,718,310	12,024,932,318
31 Dec. 2019	604,203,296	7,318,980	3,647,687,308	7,510,965,029	332,867,787	713,323,563	12,816,365,963
31 Mar. 2020	426,840,059	7,318,980	3,537,260,461	7,670,737,329	178,859,125	1,141,174,656	12,962,190,610
30 Jun. 2020	851,174,116	7,318,980	3,480,507,658	6,506,580,011	849,420	2,009,270,005	12,855,700,190
30 Sept. 2020	1,090,478,693	7,318,980	4,181,981,541	6,350,544,980	974,190	3,728,132,124	15,359,430,508
31 Dec. 2020	1,202,513,929	11,245,022	3,875,374,944	6,892,833,367	2,774,707	4,368,263,103	16,353,005,072
31 Mar. 2021	1,367,010,884	11,245,022	3,287,712,637	7,456,678,273	1,126,369	4,674,955,420	16,798,728,605
30 Jun. 2021	1,227,874,023	11,245,022	2,901,751,435	8,723,829,175	1,805,527	4,964,009,024	17,830,514,206
30 Sept. 2021	1,275,430,723	11,245,022	3,293,202,704	8,845,074,138	2,901,848	5,255,364,216	18,683,218,651
31 Dec. 2021	1,476,626,284	19,164,666	4,333,706,334	14,252,288,123	1,759,608	8,363,351,088	28,446,896,103
31 Mar. 2022	2,274,660,042	19,164,666	3,936,440,159	15,643,603,811	1,941,920	10,469,933,532	32,345,744,130
30 Jun. 2022	2,178,866,556	19,164,666	3,621,871,743	19,332,838,535	6,121,030	12,017,707,882	37,176,570,412
30 Sept. 2022	2,179,117,148	19,164,666	5,071,037,194	23,448,416,690	2,024,244	11,993,382,784	42,713,142,726
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
30 Sept. 2023	5,878,283,786	27,466,269	12,563,356,297	32,107,362,161	3,552,686	39,004,154,302	89,584,175,501

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
30 Jun. 2019							8,649,750	8,649,750
30 Sept. 2019							8,498,850	8,498,850
31 Dec. 2019								-
31 Mar. 2020								-
30 Jun. 2020								-
30 Sept. 2020							5,348,480	5,348,480
31 Dec. 2020							5,028,243	5,028,243
31 Mar. 2021							5,703,310	5,703,310
30 Jun. 2021								-
30 Sept. 2021							3,050,939	3,050,939
31 Dec. 2021							4,477,238	4,477,238
31 Mar. 2022							5,052,801	5,052,801
30 Jun. 2022								-
30 Sept. 2022								-
31 Dec. 2022								-
31 Mar. 2023								-
30 Jun. 2023								-
30 Sept. 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 Deposits		Banks				Other		Total
			A-Deposits		B-Reserve Requirements				
	TRY	FX	TRY	FX	TRY	FX	TRY	FX	
30 Jun. 2019	19,926,492	44,079,068	379,912,114	3,621,457,724	748,007,362	1,353,563,658	905,629	198,423,103	6,366,275,150
30 Sept. 2019	355,937,954	80,590,555	352,615,354	3,112,598,004	789,935,711	1,344,956,936	1,011,763	166,251,663	6,203,897,940
31 Dec. 2019	61,510,327	60,554,852	766,047,422	3,522,339,747	853,421,489	1,497,347,535	1,737,248	156,025,101	6,918,983,721
31 Mar. 2020	107,123,252	51,809,876	678,036,718	3,591,165,501	994,608,788	1,706,063,236	659,161	150,682,964	7,280,149,496
30 Jun. 2020	77,668,999	56,092,776	515,562,626	3,480,903,245	1,013,971,938	1,875,035,264	1,701,088	157,074,356	7,178,010,292
30 Sept. 2020	608,951,094	106,926,073	444,078,224	4,005,388,538	1,035,786,158	2,147,875,528	9,859,691	222,730,516	8,581,595,822
31 Dec. 2020	163,030,306	119,763,224	531,265,922	4,415,759,693	719,232,331	2,211,422,696	1,610,324	237,466,681	8,399,551,177
31 Mar. 2021	255,979,686	127,402,881	285,791,270	4,623,867,268	771,146,280	2,404,587,607	1,089,834	232,431,230	8,702,296,056
30 Jun. 2021	261,056,741	35,972,553	394,225,884	5,059,854,514	748,207,492	2,626,797,183	980,548	215,027,619	9,342,122,534
30 Sept. 2021	171,032,010	65,562,055	316,251,507	5,489,398,381	779,590,602	2,687,809,086	1,008,384	222,498,438	9,733,150,463
31 Dec. 2021	437,260,828	130,405,212	538,918,736	8,286,203,149	843,990,800	4,076,463,550	1,660,347	326,883,210	14,641,735,832
31 Mar. 2022	41,542,335	92,913,386	495,011,173	9,067,846,046	833,032,028	4,630,424,590	1,551,349	452,621,264	15,614,942,171
30 Jun. 2022	354,330,162	218,014,445	469,507,592	10,052,121,471	874,683,337	5,424,432,680	681,372	93,367,622	17,487,138,681
30 Sept. 2022	136,327,273	55,563,696	724,175,129	9,369,188,294	1,099,864,495	5,706,206,931	1,612,439	125,816,464	17,218,754,741
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
30 Sept. 2023	744,607,315	1,067,038,491	1,905,977,499	15,297,676,329	2,258,004,939	11,191,626,374	3,973,269	227,419,44	32,696,323,659

Source: Central Bank of TRNC

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

Years	Months	USD		EUR		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	26.9394	26.9879	29.5700	29.6233	34.4740	34.6537
	8	26.5763	26.6242	28.7308	28.7825	33.4427	33.6170
	9	27.3767	27.4260	29.0305	29.0828	33.4816	33.6562
	10						
	11						
	12						

Source: Central Bank of TRNC

Table B.6: Cross Exchange 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	1.2819	1.0977
	8	1.2605	1.0811
	9	1.2251	1.0604
	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	Currency				Board Decision		Official Gazette	
	TRY	\$	€	£	Date	Number	Date	Number
	Demand	Demand	Demand	Demand				
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
11.10.2023	26.00	1.50	1.00	1.25	10.10.2023	1360	10.10.2023	210

Source: Central Bank of TRNC

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

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

Effective Date	Currency				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 (%)

Effective Date	Currency																
	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
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
11.10.23	40.00	32.75	32.75	30.75	32.00	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: Dishonored Checks

Years	Months	Number of Individuals Restricted from Using Check 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	64	390
	8	62	452
	9	63	515
	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	18,541	18,371	18,535			
	USD	1,277	1,132	1,478	1,265	1,525	1,294	1,488	1,469	1,386			
	EUR	1,239	1,099	1,431	1,187	1,473	1,259	1,378	1,470	1,494			
	GBP	1,929	1,799	2,258	2,026	2,267	2,008	2,070	2,146	2,261			
Internet Banking	TRY	29,307	29,333	34,680	31,280	35,953	33,691	33,828	36,638	36,317			
	USD	1,196	1,064	1,304	1,220	1,590	1,393	1,502	1,561	1,627			
	EUR	997	903	1,155	1,113	1,402	1,272	1,459	1,427	1,465			
	GBP	1,813	1,725	2,277	2,106	2,474	2,199	2,381	2,608	2,786			
Other	TRY	1,159	1,130	1,455	1,010	1,089	1,121	996	717	762			
	USD	24	26	40	20	19	15	15	16	14			
	EUR	25	12	13	18	19	23	11	12	11			
	GBP	48	58	61	44	78	54	53	36	28			
Total	TRY	47,833	45,935	55,063	48,371	55,138	52,343	53,365	55,726	55,614			
	USD	2,497	2,222	2,822	2,505	3,134	2,702	3,005	3,046	3,027			
	EUR	2,261	2,014	2,599	2,318	2,894	2,554	2,848	2,909	2,970			
	GBP	3,790	3,582	4,596	4,176	4,819	4,261	4,504	4,790	5,075			

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)

	Curr ency Code	January	February	March	April	May	June	July	August	September	Octo ber	Nov ember	Dece mber
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	11,737,132,371	11,104,702,116	12,034,792,316			
	USD	104,141,065	86,819,919	111,441,639	107,756,960	136,703,678	88,172,970	104,676,303	89,879,738	105,291,713			
	EUR	70,223,877	55,140,331	99,241,938	57,674,441	81,026,280	68,166,674	67,520,565	64,409,714	82,155,363			
	GBP	92,575,839	85,235,776	93,444,254	83,159,364	105,146,284	96,848,621	84,176,177	75,038,340	85,439,856			
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	1,960,048,542	2,221,238,584	2,231,770,511			
	USD	10,209,237	11,071,377	11,397,252	13,400,784	16,464,701	13,629,186	11,779,538	14,969,137	14,686,139			
	EUR	6,764,411	6,065,447	8,494,314	9,143,068	14,065,289	10,018,187	9,986,498	10,025,914	10,303,097			
	GBP	11,933,862	11,211,746	16,837,423	20,274,888	21,053,730	14,661,579	14,586,039	17,166,140	18,453,459			
Other	TRY	16,649,884	18,961,525	21,325,249	13,953,705	15,902,148	16,340,748	16,378,173	10,635,266	12,137,215			
	USD	84,594	72,562	141,885	40,919	24,034	15,570	19,783	24,196	17,262			
	EUR	46,269	8,673	111,717	18,644	17,844	33,589	8,146	6,311	13,790			
	GBP	120,526	130,963	132,511	56,557	127,676	63,133	58,415	28,858	26,373			
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	13,713,559,086	13,336,575,967	14,278,700,042			
	USD	114,434,896	97,963,858	122,980,776	121,198,662	153,192,413	101,817,726	116,475,624	104,873,071	119,995,114			
	EUR	77,034,557	61,214,451	107,847,969	66,836,153	95,109,412	78,218,450	77,515,209	74,441,939	92,472,250			
	GBP	104,630,227	96,578,485	110,414,188	103,490,809	126,327,690	111,573,333	98,820,631	92,233,337	103,919,688			

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: Checks 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	113,473	106,288	97,368			
USD	3,769	3,343	3,828	3,197	4,169	3,405	4,244	4,008	3,661			
EUR	2,061	1,796	1,958	1,657	2,248	1,897	2,144	2,219	1,988			
GBP	2,699	2,535	2,992	2,437	2,948	2,415	2,982	2,831	2,735			

Source: Central Bank of TRNC

Table B.15: Checks 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	6,002,634,185	6,141,343,018	6,400,759,333			
USD	30,941,462	25,196,176	34,308,467	25,804,613	36,028,467	28,831,778	35,832,821	40,485,328	31,903,768			
EUR	18,422,163	15,388,317	23,022,290	14,281,158	19,351,992	17,248,358	17,260,037	16,555,566	18,826,919			
GBP	81,344,822	64,834,213	104,541,825	75,627,575	74,626,694	71,309,608	74,204,072	66,587,966	79,030,342			

Source: Central Bank of TRNC

Table B.16: Checks 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	1,065	788	636			
USD	70	52	56	35	83	52	73	97	56			
EUR	22	14	29	18	22	19	24	18	19			
GBP	62	52	59	44	92	78	103	100	99			

Source: Central Bank of TRNC

Table B.17: Checks 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	140,787,579	114,550,241	101,249,127			
USD	821,651	551,467	805,999	257,315	868,571	956,738	992,644	1,529,047	1,578,223			
EUR	638,013	289,913	415,140	271,362	419,430	335,976	684,819	419,355	534,790			
GBP	909,791	1,197,730	808,610	620,662	2,110,914	3,060,803	1,914,361	2,456,395	2,378,354			

Source: Central Bank of TRNC

Table B.18: Dishonored Checks as of the End of Month (Number)

	Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
Legal Person Checks		15,416	15,422	15,438	15,466	15,469	15,485	15,529	15,560	15,547			
Natural Person Checks	TRY	15,009	15,011	15,012	15,073	15,096	15,147	15,159	15,176	15,232			
Total Number of Checks		30,425	30,433	30,450	30,539	30,565	30,632	30,688	30,736	30,779			
Legal Person Checks		1,183	1,187	1,196	1,198	1,205	1,206	1,207	1,218	1,229			
Natural Person Checks	USD	238	238	236	232	232	232	232	238	238			
Total Number of Checks		1,421	1,425	1,432	1,430	1,437	1,438	1,439	1,456	1,467			
Legal Person Checks		943	943	944	946	936	925	920	916	916			
Natural Person Checks	EUR	202	203	203	203	204	204	204	204	204			
Total Number of Checks		1,145	1,146	1,147	1,149	1,140	1,129	1,124	1,120	1,120			
Legal Person Checks		1,637	1,639	1,634	1,640	1,612	1,615	1,624	1,640	1,657			
Natural Person Checks	GBP	737	739	740	741	743	745	747	748	754			
Total Number of Checks		2,374	2,378	2,374	2,381	2,355	2,360	2,371	2,388	2,411			

Source: Central Bank of TRNC

Table B.19: Dishonored Checks as of the End of Month (Amount)

	Currency Code	January	February	March	April	May	June	July	August	September	October	November	December
Legal Person Checks		403,350,986	405,924,512	409,046,830	409,481,683	410,910,611	413,613,898	413,636,981	413,730,780	414,148,552			
Natural Person Checks	TRY	332,583,198	333,782,023	334,749,393	337,250,341	338,720,698	342,946,903	343,577,566	346,314,395	351,663,701			
Total Amount of Checks		753,352,445	755,999,191	757,571,978	762,350,736	764,208,913	769,228,133	773,150,980	777,914,243	778,020,580			
Legal Person Checks		25,487,265	25,502,625	25,603,778	25,614,778	25,702,989	25,720,489	25,735,489	25,868,009	26,052,179			
Natural Person Checks	USD	2,622,664	2,622,664	2,615,314	2,598,426	2,598,426	2,604,202	2,604,202	2,635,312	2,635,312			
Total Amount of Checks		28,109,929	28,125,289	28,219,092	28,213,204	28,301,415	28,324,691	28,339,691	28,503,321	28,687,491			
Legal Person Checks		17,609,363	17,609,363	17,616,363	17,640,363	17,529,198	17,524,248	16,032,248	15,132,248	15,132,248			
Natural Person Checks	EUR	1,290,740	1,320,740	1,320,740	1,320,740	1,344,740	1,344,740	1,344,740	1,344,740	1,344,740			
Total Amount of Checks		18,900,103	18,930,103	18,937,103	18,961,103	18,873,938	18,868,988	17,376,988	16,476,988	16,476,988			
Legal Person Checks		34,319,573	34,439,573	34,214,673	34,250,273	32,924,483	32,962,758	33,012,348	33,113,165	33,614,325			
Natural Person Checks	GBP	10,861,332	10,931,332	10,909,635	10,934,635	10,965,635	10,977,835	10,989,235	10,990,875	12,200,875			
Total Amount of Checks		45,180,905	45,370,905	45,124,308	45,184,908	43,890,117	43,940,592	44,001,582	44,104,039	45,815,199			

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 Liabilities
31 Dec. 2019	13,277.3	2,124.5	2,348.6	22,557.9	-799.0	1,239.2	40,748.5	32,837.3	4,110.8	3,800.4	40,748.5
31 Mar. 2020	12,455.7	2,503.8	2,755.9	23,475.6	-829.5	1,639.7	42,001.2	34,244.8	3,947.9	3,808.5	42,001.2
30 Jun. 2020	11,800.6	3,078.5	2,871.9	24,487.2	-821.6	1,674.2	43,090.8	35,247.1	4,018.5	3,825.2	43,090.8
30 Sept. 2020	13,556.6	3,498.0	3,215.1	27,305.2	-835.4	1,817.2	48,556.7	40,117.0	4,237.1	4,202.6	48,556.7
31 Dec. 2020	14,761.7	3,546.4	2,953.0	28,758.3	-879.0	1,460.9	50,601.3	41,787.6	4,467.4	4,346.3	50,601.3
31 Mar. 2021	15,794.1	3,960.0	3,261.0	29,969.3	-869.0	1,936.6	54,052.0	44,774.9	4,547.8	4,729.3	54,052.0
30 Jun. 2021	16,290.4	4,385.5	3,356.2	31,432.4	-865.8	2,293.6	56,892.3	46,859.3	4,925.0	5,108.0	56,892.3
30 Sept. 2021	17,307.8	4,631.1	3,492.7	32,151.5	-883.6	2,700.1	59,399.6	48,804.6	5,083.8	5,511.2	59,399.6
31 Dec. 2021	24,213.2	6,838.7	4,955.2	42,006.0	-962.0	2,591.9	79,643.0	66,179.1	7,423.0	6,040.9	79,643.0
31 Mar. 2022	27,036.1	8,405.2	5,439.3	45,161.9	-985.2	3,248.4	88,305.7	73,368.1	4,547.8	8,086.3	88,305.7
30 Jun. 2022	30,404.8	9,786.2	6,038.5	48,836.3	-1,016.9	3,477.8	97,526.7	80,962.9	8,945.9	7,617.9	97,526.7
30 Sept. 2022	35,986.0	12,224.6	6,870.7	50,868.3	-1,117.3	4,301.9	109,134.2	90,576.0	10,049.0	8,509.2	109,134.2
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
30 Sept. 2023	64,633.1	34,735.3	13,446.5	80,891.6	-1,498.5	7,939.1	200,147.1	164,692.8	21,037.7	14,416.6	200,147.1

Source: Central Bank of TRNC

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

Date	Discount Loans	Export Loans	Import Loans	Export Guaranteed Investment Loans	Other Investment Loans	Business Loans	Directed Loans	Loans of Funds Originated	Consumer Loans	Credit Cards	Loans to Purchase Security for Customers	Loans Extended by Central Bank of the TRNC	Loans Extended Through Central Bank of the TRNC	Other Loans	Total
31 Dec. 2019	268.4	1.7	4.2	0.0	124.7	13,782.8	40.6	21.5	5,075.2	556.6	0.1	0.0	0.0	1,232.0	21,107.8
31 Mar. 2020	293.9	1.3	4.5	0.0	126.5	14,145.7	43.3	23.1	5,353.7	508.8	0.0	0.0	0.0	1,483.8	21,984.6
30 Jun. 2020	183.2	0.7	4.7	0.0	131.2	14,815.7	64.8	23.7	5,629.1	576.5	0.0	0.0	0.0	1,577.1	23,006.7
30 Sept. 2020	217.1	0.3	5.2	0.0	173.2	16,623.8	73.5	26.0	6,288.5	639.6	0.0	5.4	0.0	1,757.7	25,810.2
31 Dec. 2020	263.3	0.0	5.4	73.4	208.6	18,868.7	87.2	24.8	6,329.0	703.4	0.0	5.0	0.0	633.6	27,202.4
31 Mar. 2021	296.3	0.0	5.6	81.8	216.4	19,929.9	94.2	27.3	6,512.4	687.2	0.2	5.7	0.0	578.4	28,435.4
30 Jun. 2021	335.1	0.0	5.7	86.2	221.9	20,909.0	98.8	28.4	6,757.2	837.6	0.0	0.0	0.0	639.3	29,919.2
30 Sept. 2021	381.9	0.0	5.7	87.8	214.9	21,525.5	92.8	28.9	6,650.9	909.4	0.0	3.1	0.0	711.2	30,612.1
31 Dec. 2021	564.5	0.0	0.7	130.4	293.7	30,433.5	95.2	38.9	7,472.4	1,004.6	0.0	4.5	0.0	382.4	40,420.8
31 Mar. 2021	673.3	0.0	0.8	145.3	312.5	32,764.9	109.1	45.0	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	0.0	47,035.1
30 Sept. 2022	901.9	13.0	0.9	329.9	286.9	36,259.2	113.4	55.3	8,606.6	1,504.1	0.1	0.0	0.0	885.6	48,956.9
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
30 Sept. 2023	1,854.2	40.5	1.4	272.0	170.5	56,308.8	434.3	79.9	14,519.1	2,910.6	0.0	0.0	0.0	1,544.7	78,136.0

Source: Central Bank of TRNC

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

Date	Discount Loans	Export Loans	Import Loans	Export Guaranteed Investment Loans	Other Investment Loans	Business Loans	Directed Loans	Loans of Funds Originated	Consumer Loans	Credit Cards	Loans to Purchase Security for Customers	Loans Extended by Central Bank of the TRNC	Loans Extended Through Central Bank of the TRNC	Other Loans	Total
31 Dec. 2019	172.3	1.7	0.1	0.0	46.6	5,580.3	40.6	4.7	2,906.8	552.0	0.1	0.0	0.0	667.6	9,972.8
31 Mar. 2020	182.0	1.3	0.1	0.0	42.6	5,537.4	43.3	4.5	3,156.0	506.1	0.0	0.0	0.0	766.5	10,239.8
30 Jun. 2020	96.6	0.8	0.1	0.0	40.9	5,738.4	64.8	4.3	3,326.6	574.8	0.0	0.0	0.0	874.6	10,721.9
30 Sept. 2020	121.9	0.3	0.1	0.0	36.9	6,332.7	73.5	4.0	3,702.6	637.1	0.0	0.0	0.0	991.5	11,900.6
31 Dec. 2020	156.8	0.0	0.0	0.0	32.2	8,155.9	87.2	4.0	3,808.2	701.4	0.0	0.0	0.0	394.9	13,340.6
31 Mar. 2021	166.6	0.0	0.0	0.0	28.6	7,999.3	94.2	3.8	3,762.6	685.1	0.2	0.0	0.0	308.9	13,049.3
30 Jun. 2021	192.2	0.0	0.0	0.0	26.3	7,978.6	98.8	3.8	3,830.0	834.4	0.0	0.0	0.0	323.3	13,287.4
30 Sept. 2021	239.5	0.0	0.0	0.0	22.8	8,181.4	92.8	3.7	3,884.7	904.9	0.0	0.0	0.0	379.0	13,708.8
31 Dec. 2021	296.4	0.0	0.0	0.0	22.4	9,568.8	95.2	3.7	3,987.3	1,000.1	0.0	0.0	0.0	256.4	15,230.3
31 Mar. 2022	360.5	0.0	0.0	0.0	18.7	9,813.4	109.1	3.4	4,067.8	1,043.4	0.0	0.0	0.0	439.4	15,855.6
30 Jun. 2022	452.5	0.0	0.0	0.0	16.9	10,410.4	102.9	3.3	4,389.6	1,311.8	0.1	0.0	0.0	419.8	17,107.3
30 Sept. 2022	550.6	13.0	0.0	0.0	12.8	10,670.5	113.4	2.8	4,864.1	1,491.3	0.1	0.0	0.0	554.0	18,272.6
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
30 Sept. 2023	1,050.7	40.5	0.0	0.0	59.1	14,150.4	434.3	2.3	9,133.5	2,879.4	0.0	0.0	0.0	1,045.0	28,795.2

Source: Central Bank of TRNC

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

Date	Discount Loans	Export Loans	Import Loans	Export Guaranteed Investment Loans	Other Investment Loans	Business Loans	Directed Loans	Loans of Funds Originated	Consumer Loans	Credit Cards	Loans to Purchase Security for Customers	Loans Extended by Central Bank of the TRNC	Loans Extended Through Central Bank of the TRNC	Other Loans	Total
31 Dec. 2019	96.1	0.0	4.2	0.0	78.1	8,202.4	0.0	16.8	2,168.4	4.6	0.0	0.0	0.0	564.4	11,135.0
31 Mar. 2020	111.9	0.0	4.4	0.0	83.9	8,608.4	0.0	18.6	2,197.7	2.7	0.0	0.0	0.0	717.2	11,744.8
30 Jun. 2020	86.6	0.0	4.6	0.0	90.2	9,077.3	0.0	19.4	2,302.5	1.7	0.0	0.0	0.0	702.5	12,284.8
30 Sept. 2020	95.2	0.0	5.2	0.0	136.3	10,291.1	0.0	22.0	2,585.9	2.5	0.0	0.0	5.3	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	0.0	5.0	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	0.0	5.7	269.5	15,386.1
30 Jun. 2021	142.9	0.0	5.7	86.2	195.6	12,930.4	0.0	24.6	2,927.2	3.2	0.0	0.0	0.0	316.0	16,631.8
30 Sept. 2021	142.5	0.0	5.6	87.8	192.0	13,344.1	0.0	25.2	2,766.3	4.5	0.0	0.0	3.1	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	0.0	4.5	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	0.0	5.1	207.7	27,624.2
30 Jun. 2022	343.5	0.0	0.9	297.4	258.3	24,951.2	0.0	47.0	3,785.4	8.2	0.0	0.0	0.0	235.9	29,927.8
30 Sept. 2022	351.4	0.0	0.9	329.9	274.1	25,588.6	0.0	52.5	3,742.5	12.8	0.0	0.0	0.0	331.6	30,684.3
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
30 Sept. 2023	803.5	0.0	1.4	272.0	111.4	42,158.5	0.0	77.6	5,385.5	31.2	0.0	0.0	0.0	499.7	49,340.

Source: Central Bank of TRNC

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

Date	Short-Term Loans	Quarter-on-quarter Percentage Change	Medium and Long-Term Loans	Quarter-on-quarter Percentage Change	Total	Quarter-on-quarter Percentage Change
31 Dec. 2019	5,969.9	7.07	15,137.9	12.26	21,107.8	10.74
31 Mar. 2020	6,074.6	1.75	15,910.0	5.10	21,984.6	4.15
30 Jun. 2020	5,888.5	-3.06	17,118.2	7.59	23,006.7	4.65
30 Sept. 2020	6,172.6	4.82	19,637.6	14.72	25,810.2	12.19
31 Dec. 2020	6,357.0	2.99	20,845.4	6.15	27,202.4	5.39
31 Mar. 2021	6,726.7	5.82	21,708.7	4.14	28,435.4	4.53
30 Jun. 2021	7,099.1	5.54	22,820.1	5.12	29,919.2	5.22
30 Sept. 2021	7,474.2	5.28	23,137.9	1.39	30,612.1	2.32
31 Dec. 2021	10,454.8	39.88	29,966.0	29.51	40,420.8	32.04
31 Mar. 2022	11,644.9	11.38	31,834.9	6.24	43,479.8	7.57
30 Jun. 2022	12,920.7	10.96	34,114.4	7.16	47,035.1	8.18
30 Sept. 2022	13,433.2	3.97	35,523.7	4.13	48,956.9	4.09
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
30 Sept. 2023	23,003.3	8.51	55,132.7	4.68	78,136.0	5.78

Source: Central Bank of TRNC

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

Date	Public Loans	Quarter-on-quarter Percentage Change	Private Loans	Quarter-on-quarter Percentage Change	Total	Quarter-on-quarter Percentage Change
31 Dec. 2019	4,850.4	16.61	16,257.4	9.10	21,107.8	10.74
31 Mar. 2020	4,905.1	1.13	17,079.5	5.06	21,984.6	4.15
30 Jun. 2020	4,750.8	-3.15	18,255.9	6.89	23,006.7	4.65
30 Sept. 2020	5,063.4	6.58	20,746.8	13.64	25,810.2	12.19
31 Dec. 2020	5,494.7	8.52	21,707.7	4.63	27,202.4	5.39
31 Mar. 2021	5,542.6	0.87	22,892.8	5.46	28,435.4	4.53
30 Jun. 2021	5,504.3	-0.69	24,414.9	6.65	29,919.2	5.22
30 Sept. 2021	5,696.7	3.50	24,915.4	2.05	30,612.1	2.32
31 Dec. 2021	7,510.6	31.84	32,910.2	32.09	40,420.8	32.04
31 Mar. 2022	8,078.4	7.56	35,401.4	7.57	43,479.8	7.57
30 Jun. 2022	8,503.2	5.26	38,531.9	8.84	47,035.1	8.18
30 Sept. 2022	8,860.0	4.20	40,096.9	4.06	48,956.9	4.09
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
30 Sept. 2023	11,778.0	10.48	66,358.1	4.98	78,136.0	5.78

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
31 Dec. 2019	18,237.2	895.8	1,282.0	439.6	253.2	21,107.8
31 Mar. 2020	19,072.6	759.7	1,283.8	597.1	271.4	21,984.6
30 Jun. 2020	19,988.8	934.7	1,343.2	434.5	305.5	23,006.7
30 Sept. 2020	22,650.8	1,026.7	1,328.8	464.1	339.8	25,810.2
31 Dec. 2020	24,007.0	1,044.9	1,341.5	466.4	342.6	27,202.4
31 Mar. 2021	25,257.5	1,052.7	1,321.6	463.4	340.2	28,435.4
30 Jun. 2021	26,408.3	1,143.1	1,443.2	563.1	361.5	29,919.2
30 Sept. 2021	27,071.5	1,172.0	1,481.9	528.0	358.7	30,612.1
31 Dec. 2021	36,866.2	1,284.9	1,414.9	506.8	348.0	40,420.8
31 Mar. 2022	39,797.7	1,325.5	1,438.7	549.8	368.1	43,479.8
30 Jun. 2022	42,949.4	1,526.3	1,515.3	602.3	441.8	47,035.1
30 Sept. 2022	44,614.6	1,548.1	1,538.7	653.7	601.8	48,956.9
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
30 Sept. 2023	71,307.9	2,206.3	2,042.9	993.3	1,585.6	78,136.0

Source: Central Bank of TRNC

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

Date	Paid-in Capital	Legal Reserves	Fixed Asset Rev. Fund	Securities Value Increment Fund	Period Profit (Loss)	Accumulated Profit (Loss)	Total
31 Dec. 2019	1,332.3	929.0	3.0	168.4	808.9	558.8	3,800.4
31 Mar. 2020	1,332.7	1,088.4	3.0	173.8	183.5	1,166.5	3,947.9
30 Jun. 2020	1,398.9	1,207.3	3.0	181.0	329.2	899.1	4,018.5
30 Sept. 2020	1,401.4	1,366.6	3.6	215.0	513.0	737.5	4,237.1
31 Dec. 2020	1,470.7	1,369.1	10.4	220.2	671.1	725.9	4,467.4
31 Mar. 2021	1,492.6	1,693.2	10.4	256.9	301.7	974.5	4,729.3
30 Jun. 2021	1,506.1	1,842.6	10.4	262.5	639.7	846.7	5,108.0
30 Sept. 2021	1,515.8	1,846.6	10.4	261.6	1,038.7	838.1	5,511.2
31 Dec. 2021	1,542.4	2,672.2	11.5	378.5	1,436.3	0.0	6,040.9
31 Mar. 2022	1,989.1	3,246.3	11.5	479.8	532.9	591.7	6,851.3
30 Jun. 2022	2,019.3	3,714.7	11.5	498.4	1,311.7	62.3	7,617.9
30 Sept. 2022	2,028.1	3,766.2	11.5	510.8	2,192.6	0.0	8,509.2
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
30 Sept. 2023	2,843.7	5,845.2	11.5	869.9	4,846.3	-	14,416.6

Source: Central Bank of TRNC

Table B.28: Capital Adequacy Ratio (%)

Date	Public Banks	Private Banks	Branch Banks	Banking Sector	Legal Limit
31 Dec. 2019	14.63	14.02	21.98	17.05	10.00
31 Mar. 2020	16.13	13.58	21.41	16.90	10.00
30 Jun. 2020	15.97	14.13	20.81	16.92	10.00
30 Sept. 2020	14.65	12.67	19.81	15.69	10.00
31 Dec. 2020	13.25	12.58	21.25	15.91	10.00
31 Mar. 2021	13.76	12.4	21.50	15.93	10.00
30 Jun. 2021	14.33	12.42	22.32	16.31	10.00
30 Sept. 2021	16.07	12.82	22.97	17.05	10.00
31 Dec. 2021	14.14	13.10	22.42	16.66	10.00
31 Mar. 2022	16.1	12.64	24.48	17.5	10.00
30 Jun. 2022	18.74	10.92	23.36	17.67	10.00
30 Sept. 2022	20.90	11.69	22.72	17.26	10.00
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
30 Sept. 2023	16.72	14.65	21.28	17.77	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
31 Dec. 2019	3,862.6	2,437.9	674.3	1,057.0	808.9
31 Mar. 2020	800.2	449.8	153.9	278.2	183.4
30 Jun. 2020	1,534.2	822.1	280.1	557.7	329.2
30 Sept. 2020	2,364.0	1,227.2	445.7	826.3	513.0
31 Dec. 2020	3,303.4	1,715.8	636.8	1,154.5	671.2
31 Mar. 2021	1,143.6	626.0	156.4	295.6	301.7
30 Jun. 2021	2,398.6	1,327.8	350.3	618.0	639.7
30 Sept. 2021	3,707.8	2,052.4	599.0	960.5	1,038.7
31 Dec. 2021	5,271.7	2,864.1	894.0	1,411.5	1,436.3
31 Mar. 2022	1,562.1	801.9	343.0	484.1	532.9
30 Jun. 2022	3,343.7	1,652.7	744.4	1,051.1	1,311.7
30 Sept. 2022	5,364.7	2,576.7	1,236.8	2,432.3	2,192.6
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
30 Sept. 2023	10,825.1	4,453.5	2,808.9	5,680.3	4,846.4

Source: Central Bank of TRNC

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

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
31 Dec. 2019	4,708.0	16,982.2	6,462.1	1,279.5	3,405.5	32,837.3
31 Mar. 2020	5,137.6	17,532.5	6,497.2	1,455.7	3,621.8	34,244.8
30 Jun. 2020	5,941.1	17,907.7	6,401.0	1,404.7	3,592.6	35,247.1
30 Sept. 2020	6,915.4	19,916.4	7,380.5	1,630.5	4,274.2	40,117.0
31 Dec. 2020	7,760.1	20,730.7	7,533.1	1,478.6	4,285.1	41,787.6
31 Mar. 2021	7,393.7	23,427.2	8,068.0	1,486.6	4,399.4	44,774.9
30 Jun. 2021	7,894.5	24,161.5	8,521.6	1,576.9	4,704.8	46,859.3
30 Sept. 2021	8,914.9	25,099.8	8,467.0	1,481.6	4,841.3	48,804.6
31 Dec. 2021	12,946.1	32,873.1	10,756.5	1,998.1	7,605.3	66,179.1
31 Mar. 2022	14,893.2	36,390.0	11,440.2	2,622.5	8,022.3	73,368.1
30 Jun. 2022	18,722.7	38,786.8	12,282.8	2,862.0	8,308.6	80,962.9
30 Sept. 2022	23,227.1	40,888.7	14,883.1	2,828.3	8,748.8	90,576.0
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
30 Sept. 2023	50,390.3	68,615.3	27,920.5	4,088.9	13,677.8	164,692.8

Source: Central Bank of TRNC

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

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
31 Dec. 2019	1,886.9	7,486.7	2,881.9	333.9	424.9	13,014.3
31 Mar. 2020	1,851.9	7,453.7	2,959.1	406.0	433.9	13,104.6
30 Jun. 2020	2,234.8	7,703.7	2,804.3	381.3	297.5	13,421.6
30 Sept. 2020	2,330.6	7,876.7	3,235.2	260.3	371.6	14,074.4
31 Dec. 2020	2,855.1	8,032.8	3,111.7	188.3	329.7	14,517.6
31 Mar. 2021	2,331.7	9,052.9	3,127.0	211.8	191.8	14,915.2
30 Jun. 2021	2,322.3	9,098.3	3,374.6	251.3	220.2	15,266.7
30 Sept. 2021	2,442.9	9,362.6	3,387.2	343.2	234.1	15,770.0
31 Dec. 2021	2,532.0	9,273.2	2,916.9	335.0	251.8	15,308.9
31 Mar. 2022	2,962.5	9,752.7	3,024.2	282.7	223.0	16,245.1
30 Jun. 2022	3,490.3	9,374.7	3,106.6	282.5	199.9	16,454.0
30 Sept. 2022	4,329.8	9,538.8	3,587.9	125.2	205.6	17,787.3
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
30 Sept. 2023	8,138.3	12,040.4	4,585.4	179.9	195.5	25,139.5

Source: Central Bank of TRNC

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

Date	Demand	1-Month	3-Month	6-Month	1-Year	Total
31 Dec. 2019	2,821.1	9,495.5	3,580.1	945.6	2,980.6	19,822.9
31 Mar. 2020	3,285.7	10,078.8	3,538.1	1,049.7	3,187.9	21,140.2
30 Jun. 2020	3,706.3	10,203.9	3,596.8	1,023.4	3,295.1	21,825.5
30 Sept. 2020	4,584.9	12,039.7	4,145.3	1,370.2	3,902.5	26,042.6
31 Dec. 2020	4,905.0	12,698.0	4,421.3	1,290.3	3,955.4	27,270.0
31 Mar. 2021	5,062.0	14,374.3	4,941.0	1,274.8	4,207.6	29,859.7
30 Jun. 2021	5,572.3	15,063.2	5,147.0	1,325.5	4,484.6	31,592.6
30 Sept. 2021	6,472.1	15,737.1	5,079.8	1,138.3	4,607.3	33,034.6
31 Dec. 2021	10,414.2	23,599.9	7,839.6	1,663.0	7,353.5	50,870.2
31 Mar. 2022	11,930.7	26,637.2	8,416.0	2,340.0	7,799.3	57,123.1
30 Jun. 2022	15,232.4	29,412.1	9,176.2	2,579.6	8,107.6	64,508.9
30 Sept. 2022	18,897.3	31,349.9	11,295.2	2,703.1	8,543.2	72,788.7
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
30 Sept. 2023	42,252.1	56,574.9	23,335.1	3,908.9	13,482.3	139,553.3

Source: Central Bank of TRNC

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

Date	Official	Commercial	Savings	Other	Banks	Total
31 Dec. 2019	2,624.6	6,457.5	23,316.5	438.7	2,436.6	35,273.9
31 Mar. 2020	2,686.8	6,658.6	24,349.3	550.2	2,218.6	36,463.5
30 Jun. 2020	2,327.0	6,933.8	25,385.3	601.0	2,209.9	37,457.0
30 Sept. 2020	2,612.3	7,913.7	28,910.3	680.7	2,517.5	42,634.5
31 Dec. 2020	3,184.6	8,630.3	29,453.4	519.3	2,531.0	44,318.6
31 Mar. 2021	3,162.6	8,752.3	32,055.9	804.1	2,786.7	47,561.4
30 Jun. 2021	2,917.8	9,092.3	33,980.6	868.5	2,894.9	49,754.1
30 Sept. 2021	2,821.0	10,051.6	34,919.8	1,012.2	2,785.5	51,590.1
31 Dec. 2021	3,797.4	13,675.2	47,406.0	1,300.5	4,253.6	70,432.7
31 Mar. 2022	4,124.3	15,220.0	52,713.4	1,310.4	4,217.5	77,585.6
30 Jun. 2022	3,850.7	17,873.1	57,828.7	1,410.4	4,652.3	85,615.2
30 Sept. 2022	3,968.9	21,453.9	63,594.9	1,558.3	5,148.6	95,724.6
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
30 Sept. 2023	5,808.0	42,722.5	113,374.3	2,788.0	11,394.0	176,086.8

Source: Central Bank of TRNC

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

Date	Official	Commercial	Savings	Other	Banks	Total
31 Dec. 2019	2,026.4	2,129.7	8,712.8	145.4	378.2	13,392.5
31 Mar. 2020	2,037.2	2,199.8	8,710.8	156.8	244.7	13,349.3
30 Jun. 2020	1,635.3	2,404.5	9,110.0	271.8	243.5	13,665.1
30 Sept. 2020	1,806.1	2,651.4	9,299.9	317.0	322.2	14,396.6
31 Dec. 2020	2,400.8	2,603.7	9,203.5	309.6	345.2	14,862.8
31 Mar. 2021	2,292.6	2,474.6	9,801.4	346.5	340.0	15,255.1
30 Jun. 2021	2,004.8	2,673.4	10,208.5	380.0	122.6	15,389.3
30 Sept. 2021	1,858.3	3,002.1	10,405.1	504.5	193.0	15,963.0
31 Dec. 2021	2,440.1	2,665.2	9,645.0	558.7	739.4	16,048.4
31 Mar. 2022	2,433.9	3,056.1	10,259.0	496.1	418.9	16,664.0
30 Jun. 2022	2,019.2	3,359.2	10,547.0	528.6	655.7	17,109.7
30 Sept. 2022	2,313.7	3,848.2	11,007.4	618.0	1,071.5	18,858.8
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
30 Sept. 2023	2,743.7	6,752.0	14,391.9	1,251.9	5,523.5	30,663.0

Source: Central Bank of TRNC

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

Date	Official	Commercial	Savings	Other	Banks	Total
31 Dec. 2019	598.2	4,327.8	14,603.6	293.4	2,058.3	21,881.3
31 Mar. 2020	649.6	4,458.8	15,638.5	393.4	1,973.9	23,114.2
30 Jun. 2020	691.7	4,529.3	16,275.3	329.1	1,966.4	23,791.8
30 Sept. 2020	806.2	5,262.2	19,610.4	363.7	2,195.3	28,237.8
31 Dec. 2020	783.9	6,026.6	20,249.9	209.7	2,185.7	29,455.8
31 Mar. 2021	870.0	6,277.7	22,254.5	457.6	2,446.7	32,306.5
30 Jun. 2021	913.0	6,419.0	23,772.0	488.6	2,772.2	34,364.8
30 Sept. 2021	962.6	7,049.6	24,514.7	507.7	2,592.5	35,627.1
31 Dec. 2021	1,357.3	11,010.0	37,761.0	741.9	3,514.1	54,384.3
31 Mar. 2022	1,690.5	12,163.9	42,454.4	814.2	3,798.6	60,921.6
30 Jun. 2022	1,831.5	14,513.9	47,281.7	881.8	3,996.6	68,505.5
30 Sept. 2022	1,655.2	17,605.7	52,587.5	940.3	4,077.1	76,865.8
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
30 Sept. 2023	3,064.3	35,970.5	98,982.4	1,536.1	5,870.5	145,423.8

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	40,071.5	102.79	116,406.7	56.53	121,302.0	54.28
	II	54,532.1	128.98	156,930.8	90.24	163,014.6	88.04
	III	60,041.8	112.07	169,304.5	83.86	176,924.2	83.83
	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	73,874.7
GNP (Million USD)	3,749.0	3,837.9	3,983.8	3,790.8	3,766.8	3,048.6	3,385.8	4,450.3
GNP per capita (Current Prices, TRY)	37,413	42,022	51,799	64,178	71,851.4	70,606.2	99,080.5	242,957.6
GNP per capita (USD) (1)	13,721	13,902	14,187	13,277	12,649	10,055	11,129	14,636
Inflation Rate (%)	7.8	10.2	14.7	29.9	11.6	15.0	46.1	94.5
Exports (Million USD) (2)	118.1	105.5	105.6	100.9	82.5	101.1	128.6	125.6
Imports (Million USD)	1,500.6	1,557.2	1,778.4	1,816.4	1,587.9	1,319.6	1,572.1	2,258.9
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	-2,133.3
Exports / Imports (%)	7.9	6.9	5.9	5.6	5.2	7.7	8.2	5.6
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	739.4	864.9	912.4	1,004.3	178.1	340.3	909.3 ^(F)
Employment	112,811	118,387	120,999	132,411	138,438	132,883	125,739	138,609
Number of Unemployed	9,043	8,075	7,452	9,872	9,317	14,950	10,646	9,340
Unemployment Rate (%)	7.4	6.4	5.8	6.9	6.3	10.1	7.8	6.3
Non-institutional Population (3)	299,514	307,255	314,169	347,340	357,216	359,108	365,474	373,754
Population (Projection) (4)	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	0.2	2.1	n.a

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

^(F) Forecast

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

2) Exports to the Southern Cyprus are not included.

3) Non-institutional Population: The population obtained through the Household Labor 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
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	4,895.0
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	3,964.8
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	4,281.2
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	22,624.0
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	6,899.8
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	5,271.4
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	3,685.6
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	7,632.8
9. Public Services	1,294.3	1,294.9	1,349.9	1,603.6	1,715.2	1,850.1	2,193.0	2,461.1	3,441.7	4,146.0	4,670.8	8,512.3
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	6,107.8
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	73,874.7
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	154.3
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	74,029.0

Source: SPO, TRNC Statistical Institute

Table B.40: Percentage Distribution of Gross Domestic Product

Sectors	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
1. Agriculture	5.6	5.6	5.3	5.5	6.0	5.6	4.5	6.2	5.5	6.0	8.3	6.6
2. Industry	8.6	8.4	8.4	8.8	9.2	9.2	9.7	8.4	7.8	9.6	7.5	5.4
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	1.2
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
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	1.8
3. Construction	6.3	4.8	4.9	4.2	4.7	4.4	5.8	5.9	5.8	9.6	7.5	5.8
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	30.7
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	11.0
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	19.7
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	9.3
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	7.1
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	5.0
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	10.3
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	11.5
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	8.3
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

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

^(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
1. Agriculture	10.8	3.7	-1.6	4.8	14.5	-7.3	4.9	2.6	2.7	1.8	-1.5	-5.3
2. Industry	3.4	-0.7	1.7	8.5	19.5	7.3	4.4	-12.4	-14.7	-15	16.8	7.0
3. Construction	3.3	-16.0	-0.3	-4.5	6.5	5.7	10.6	7.6	3.9	-25.6	23.0	0.6
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	40.9
5. Transportation-Communication	-4.3	5.7	2.0	3.2	5.7	1.8	6.9	3.5	0.2	2.3	32.8	25.9
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	-0.6
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	4.3
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	6.4
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	1.0
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	34.8
11. GDP	3.9	1.8	1.1	4.8	4.0	3.6	5.4	1.3	0.2	-16.2	3.9	13.3
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	58.1
GNP	4.0	0.5	1.3	4.9	4.1	3.8	5.5	1.3	0.2	-16.2	4.0	13.4

Source: SPO, TRNC Statistical Institute

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

	2019	2020	2021
1. Current Accounts Balance	443.02	-260.44	-47.47
2. Balance of Capital Movements	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	7.39
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	9.65
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	15.46
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	19.64
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	33.32
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	46.53
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	58.46
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	63.64
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	81.22	61.53
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	Consumer Price Index (2015 = 100)											
	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	6.28	10.12	4.52			
2. Alcoholic Beverages and Tobacco	5.51	5.92	1.18	0.55	1.23	11.04	8.80	0.96	9.86			
3. Clothing and Shoes	1.32	-1.03	2.35	5.23	7.47	4.19	2.66	-1.15	3.27			
4. Housing, Water, Electricity, Gas and Other Fuels	0.56	4.09	0.93	2.15	3.50	6.89	15.69	11.53	3.79			
5. Furniture, Home Appliances and Home Maintenance Services	9.76	8.31	2.88	2.87	0.21	3.06	9.79	6.44	4.72			
6. Health	6.55	5.92	4.86	0.83	0.85	4.38	16.33	12.50	1.35			
7. Transportation	2.33	3.27	0.52	6.47	3.81	13.44	15.20	9.82	3.75			
8. Communication	1.97	35.80	0.08	0.41	4.35	2.46	10.44	4.82	-1.05			
9. Entertainment and Culture	1.57	0.76	0.74	8.03	10.89	18.25	8.88	7.04	-6.58			
10. Education	0.45	0.21	0.14	1.67	1.99	63.10	4.01	0.71	17.89			
11. Restaurants and Hotels	-3.43	2.44	5.20	13.75	4.45	17.98	8.52	9.34	1.54			
12. Miscellaneous Goods and Services	12.19	4.31	3.15	2.78	1.76	8.31	7.61	6.32	2.55			
General	2.62	4.65	2.10	5.30	3.62	11.44	9.90	8.14	3.27			

Source: SPO, TRNC Statistical Institute

Table B.47: Minimum Wage

Years	Minimum Wage (TRY)	Effective 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	18,103.0	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		
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
07.07.2023	25.50	26.05	23.14	23.14
14.07.2023	26.50	26.60	24.11	24.11
20.07.2023	27.26	27.87	24.85	24.77
28.07.2023	28.79	29.35	27.44	26.85
04.08.2023	29.81	30.37	28.94	28.94
11.08.2023	29.23	29.79	29.65	29.65
18.08.2023	31.21	31.77	29.65	29.65
15.09.2023	32.21	32.77	31.65	31.65

Source: Ministry of Economy and Energy

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

Years	Turkey	EU Countries	Other EU Countries	Middle Eastern Countries	Other Countries	Total Exports
2008	41,770,636	17,147,124	4,953,414	14,220,270	5,572,694	83,664,138
2009	38,482,808	13,156,210	1,206,347	13,833,521	4,384,880	71,063,766
2010	44,741,216	11,816,654	3,475,821	31,104,188	5,282,030	96,419,909
2011	61,333,755	9,515,772	1,514,866	36,886,525	10,645,168	119,896,086
2012	58,878,076	8,678,585	1,014,857	39,821,898	9,873,712	116,267,128
2013	62,969,817	9,145,514	2,733,484	38,472,891	7,359,533	120,681,239
2014	78,446,382	8,304,840	835,323	40,583,800	5,814,745	133,985,090
2015	66,228,637	6,195,715	3,811,828	35,611,170	5,885,294	117,732,644
2016	65,926,162	10,664,066	893,816	23,981,854	4,022,010	105,487,908
2017	63,818,406	8,362,779	1,681,343	22,247,673	9,505,787	105,615,988
2018	52,127,770	10,376,400	2,536,815	26,110,465	9,700,495	100,851,945
2019	43,130,122	2,129,943	2,236,897	30,490,266	4,448,151	82,465,379
2020	49,500,656	2,041,116	10,440,836	31,554,011	7,568,755	101,105,374
2021	63,422,518	1,906,144	6,064,178	33,436,993	23,816,180	128,646,013
2022	67,398,927	2,430,405	1,142,239	36,013,419	18,609,722	125,594,712

Source: Department of Trade

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

Years	Turkey	EU Countries	Far Eastern Countries	Other EU Countries	Middle Eastern Countries	Other Countries	Total Imports
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	1,518,645,961	286,977,084	137,906,223	102,250,749	162,949,505	50,189,699	2,258,919,221

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-September)	1,389,222	115,311	25,579	283	1,530,395

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	216,259	272,994	286,660	196,884	220,769	648,683	723,688
August	168,164	204,394	311,463	315,274	223,088	241,810	702,715	761,478
September	188,155	220,224	248,213	268,529	188,820	206,317	625,188	695,070
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	1,840,404	2,835,496	2,312,084	1,836,630	1,655,488	6,578,930	5,807,976

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- September)
Turkey	621,819	710,889	776,428	773,936	154,686	265,911	707,284	604,203
TRNC	53,224	55,613	49,344	50,560	42,410	64,329	71,812	52,070
Other	249,079	348,471	317,434	336,184	68,229	71,276	251,362	249,658
Grand Total	924,122	1,114,973	1,143,206	1,160,680	265,325	401,516	1,030,458	905,931

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 Gross 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