TURKISH FINANCIAL SYSTEM AND PARTICIPATION BANKING

Jun 2024

Participation Banks Association of Türkiye
Banking Services Coordination Office

Turkish Banking Sector

Jun 2024

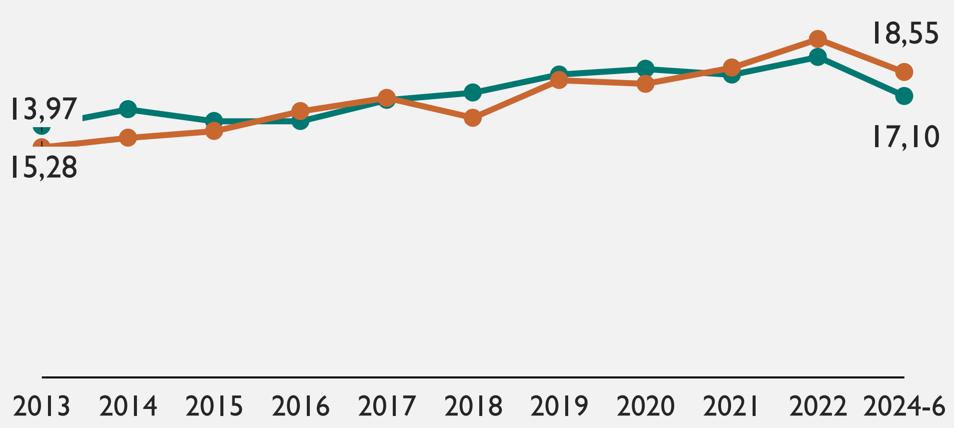
	Participation Banks	Deposit Banks	Development and Investment Banks	Banking Sector
Total Number of Banks	9	33	20	62
Total Number of Branches	1.486	9.380	72	10.938
Total Number of Personnel	20.764	183.094	6.352	210.210

Source: BRSA

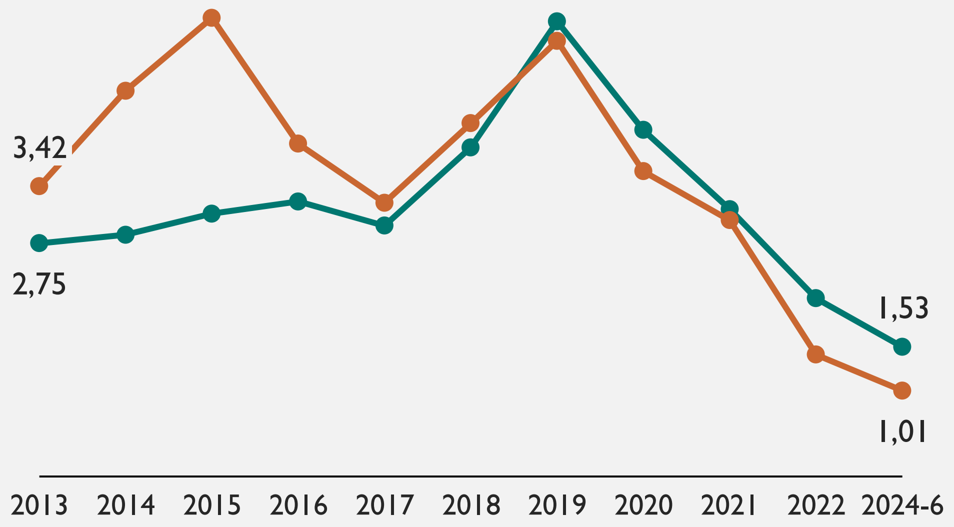
Turkish Banking Sector - Capital Adequacy Ratio and Non-Performing Loans Ratio (%)

Jun 2024

Change in Capital Adequacy Ratio



Change in Non-Performing Loans Ratio



Source: BRSA

Share of Banking Groups in the Sector

Jun 2024

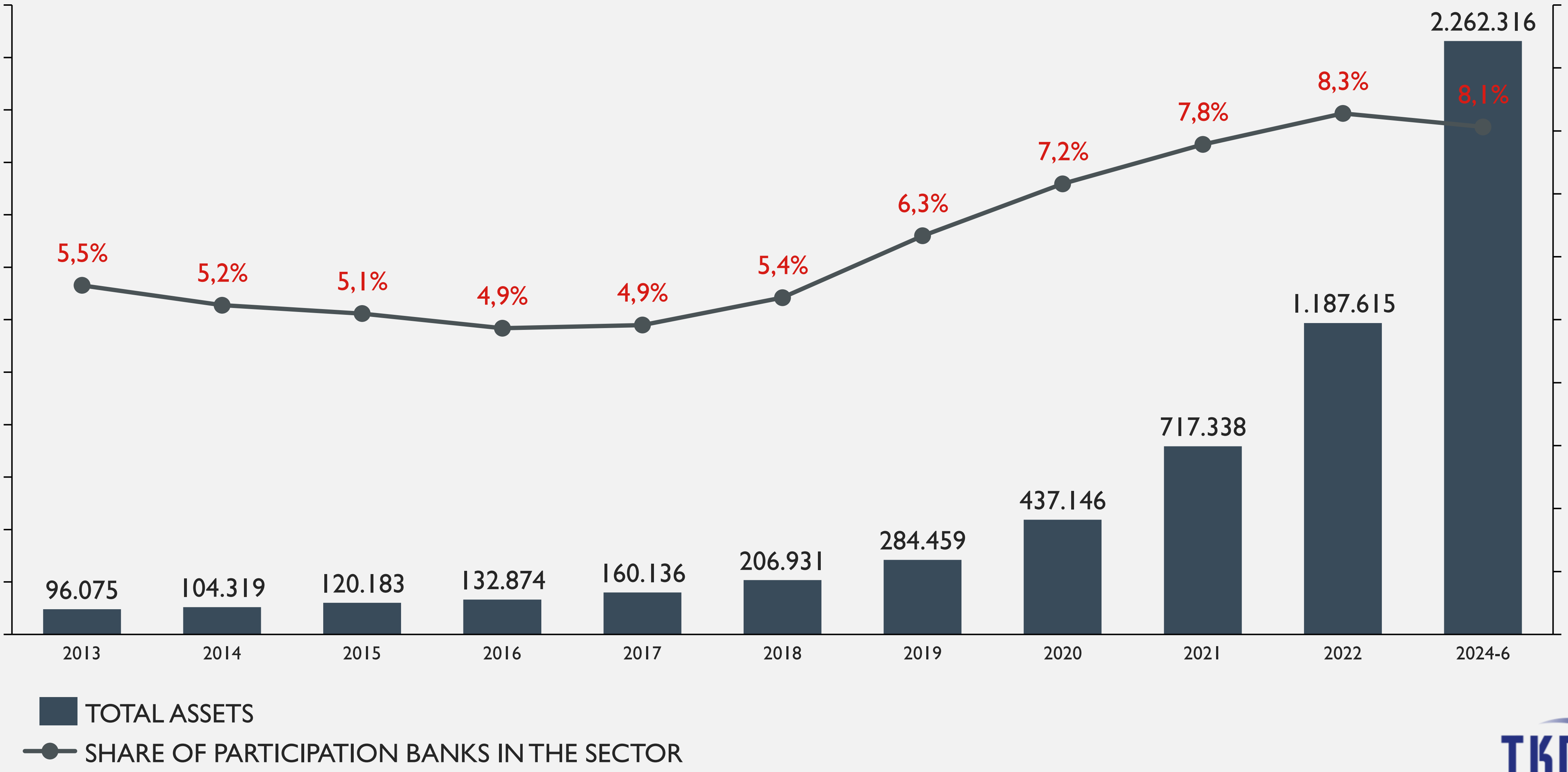
	Participation Banks		Deposit Banks	Development and Investment Banks
	Jun 2024	December 2023		
Assets	8,1%	8,7%	86,0%	6,0%
Collected Funds	9,5%	10,2%	90,5%	0,0%
Disbursed Funds	8,2%	7,9%	84,9%	6,8%
Shareholders' Equity	7,0%	6,8%	84,2%	8,8%
Number of Branches	13,6%	13,3%	85,8%	0,7%
Number of Personnel	9,9%	9,5%	87,1%	3,0%
Number of ATMs	5,1%	5,0%	94,9%	0,0%

PARTICIPATION BANKS ASSOCIATION OF TÜRKİYE

Source: BRSA

Development of Total Assets of Participation Banks (Million TRY)

Jun 2024

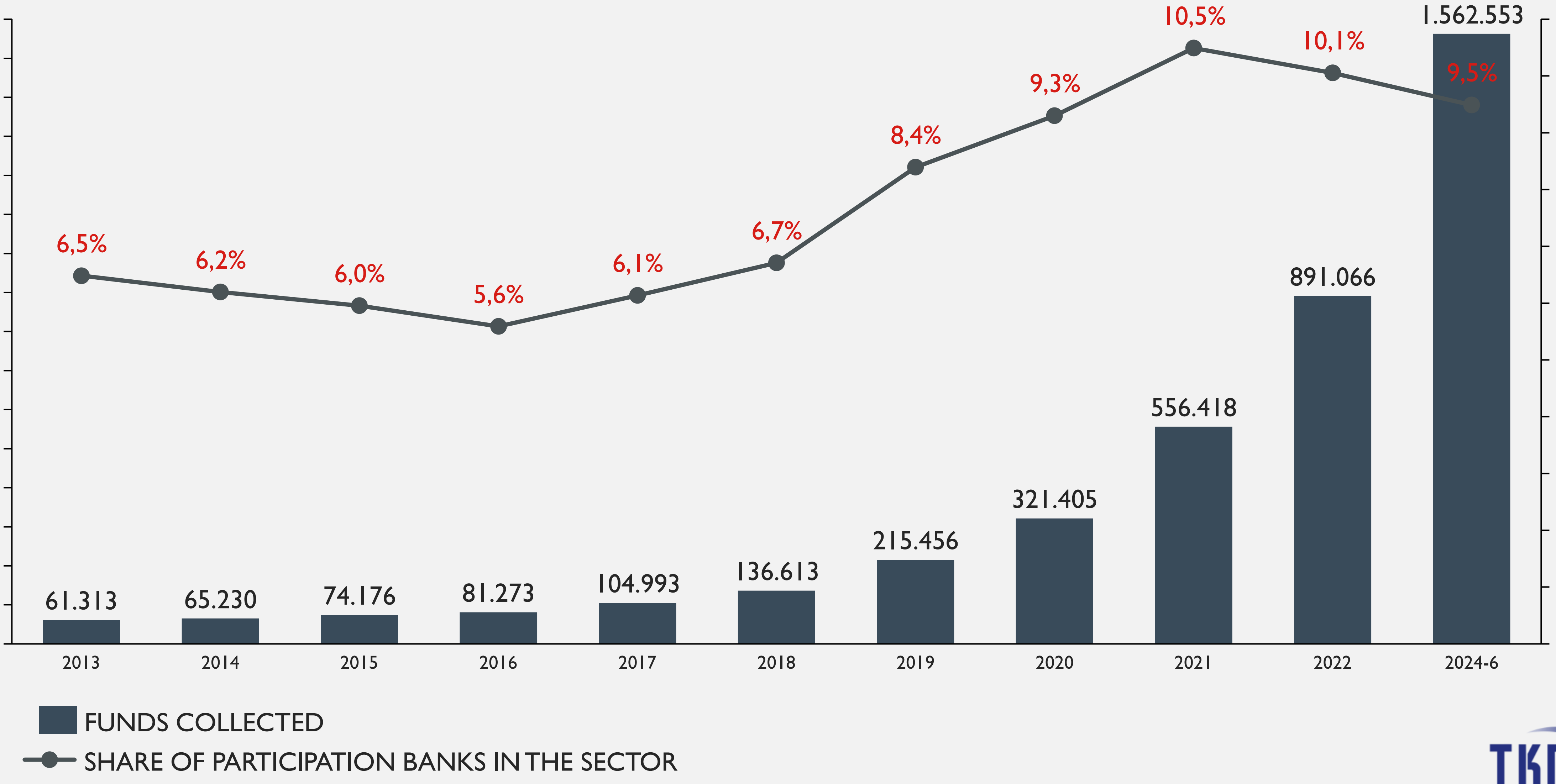


Source: BRSA

TKBB PARTICIPATION BANKS ASSOCIATION OF TÜRKİYE

Development of Funds Collected by Participation Banks (Million TRY)

Jun 2024

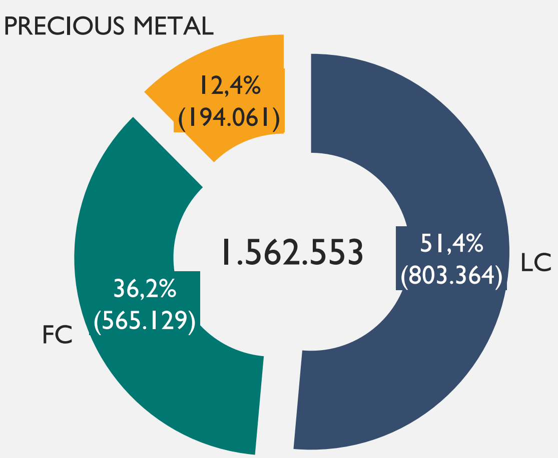


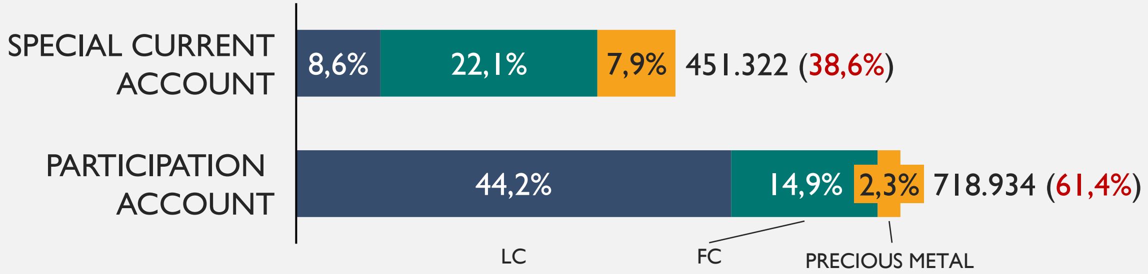
Source: BRSA

Distribution of Participation Banks' Collected Funds by Types and Term Structure

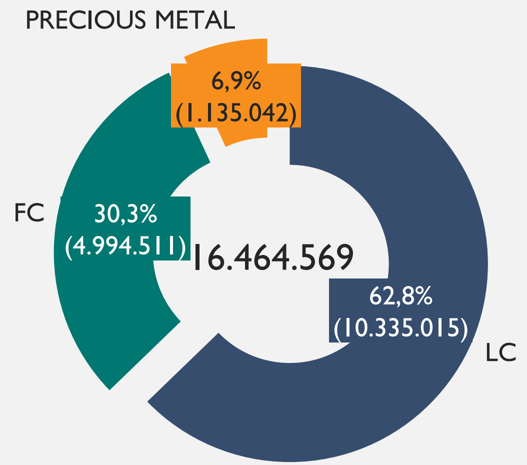
Jun 2024

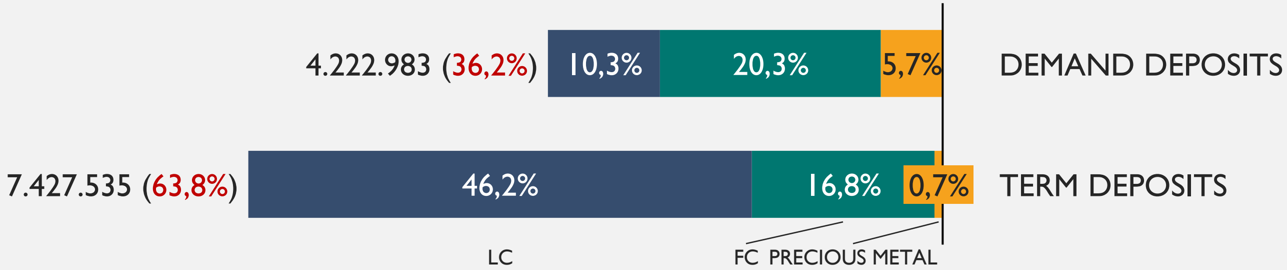
PARTICIPATION BANKS





BANKING SECTOR

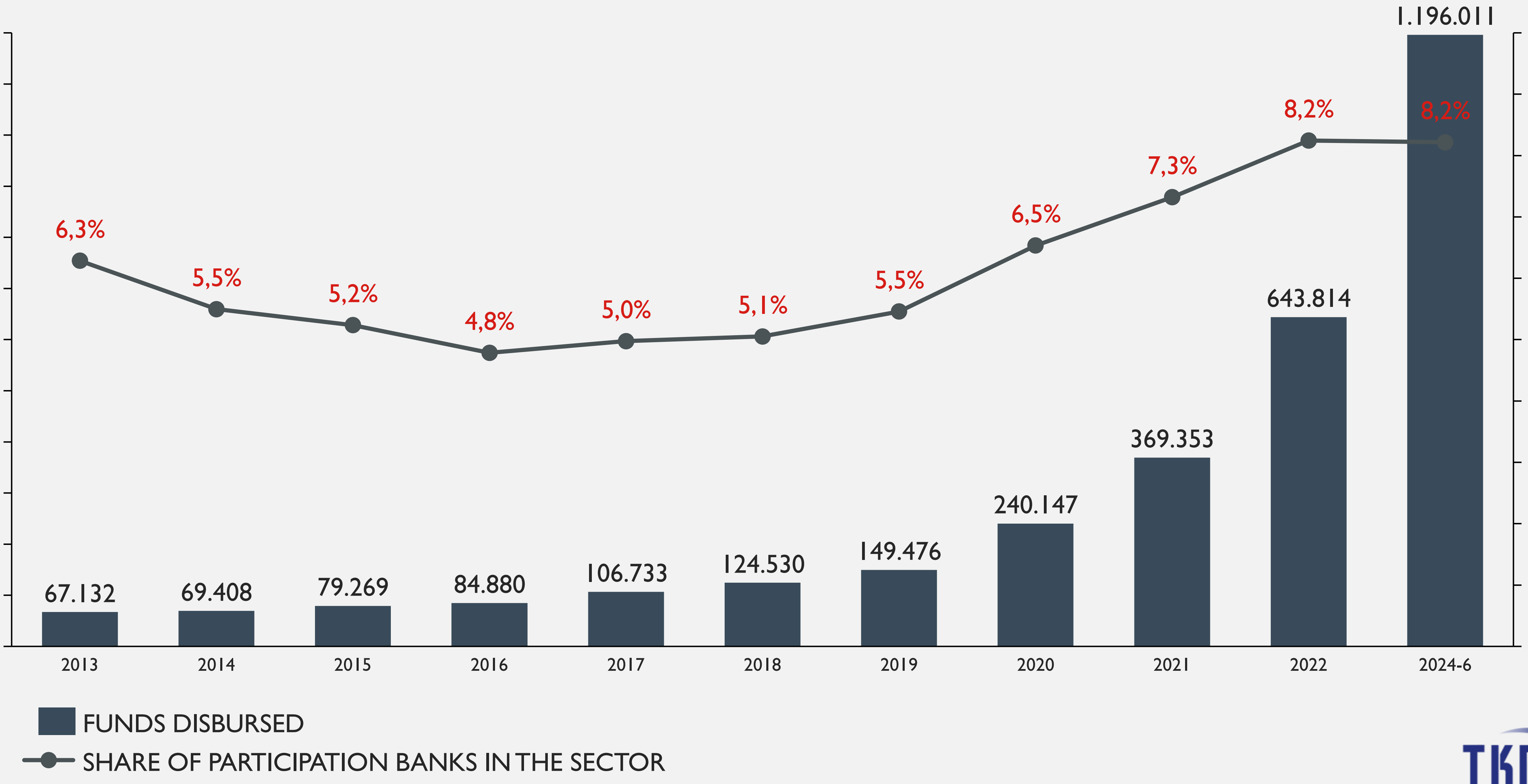




Source: BRSA

Development of Participation Banks' Allocated Funds (Million TRY)

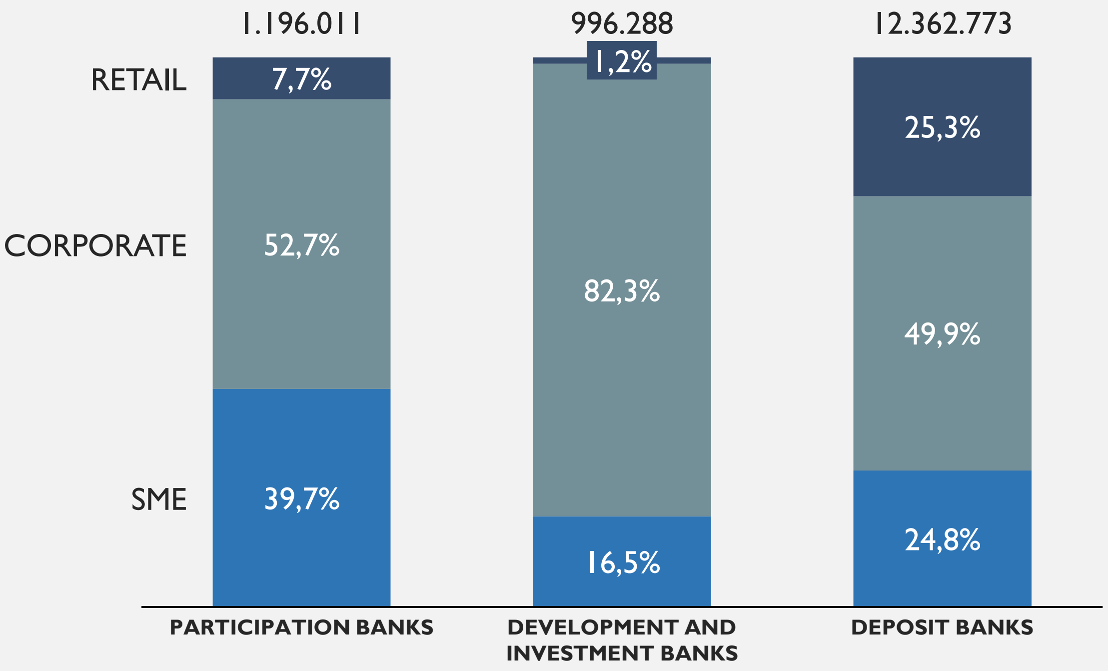
Jun 2024

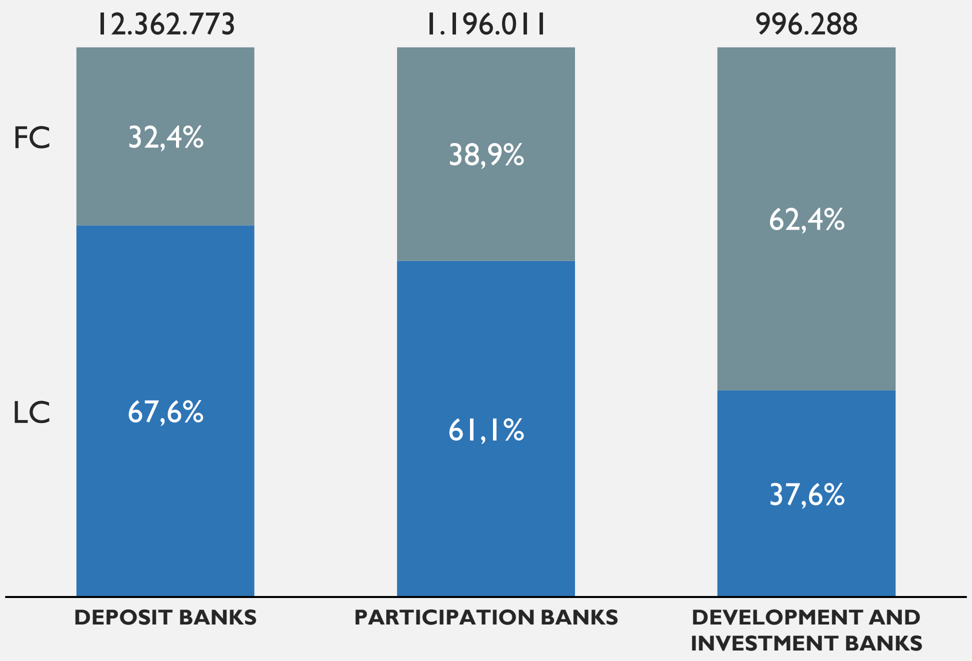


Source: BRSA

Distribution of Participation Banks' Allocated Funds by Customer Segments and Types

Jun 2024





Source: BRSA

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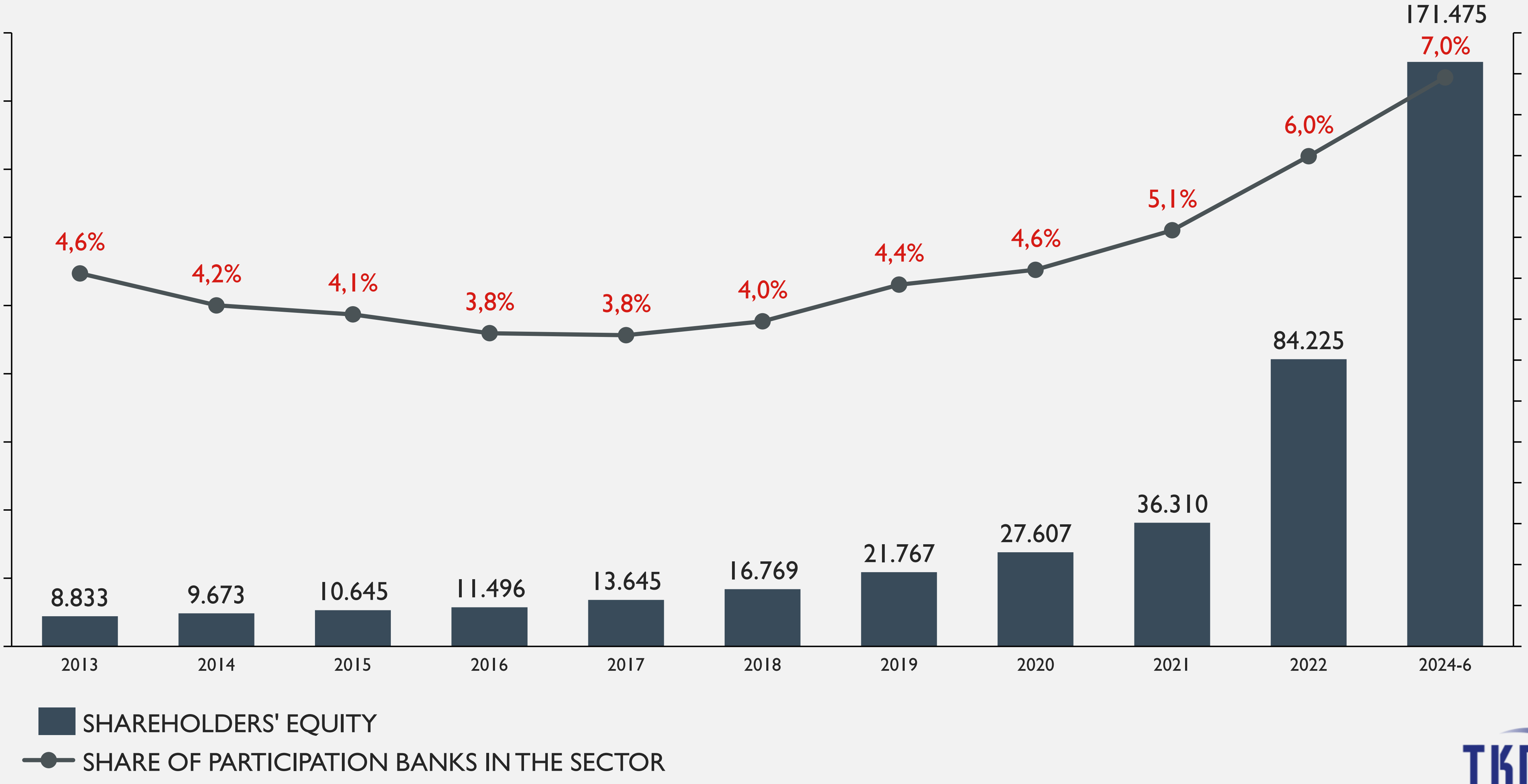
Development of Shareholders' Equity of Participation Banks (Million TRY)

Jun 2024



Source: BRSA

TKBB PARTICIPATION BANKS ASSOCIATION OF TÜRKİYE

Selected Ratios

Jun 2024

RATIOS	PARTICIPATION BANKING			BANKING SECTOR		
	Jun 2024	December 2023	Change	Jun 2024	December 2023	Change
Non-Performing Loans (Gross) / Total Cash Loans (%)	1,01	0,96	6%	1,53	1,60	-5%
Provision for Non-Performing Loans / Gross Non-Performing Loans (%)	95,82	99,77	-4%	79,03	82,00	-4%
Interest Sensitive Assets With Maturity of 3 Months / Interest Sensitive Liabilities With Maturity of 3 Months (%	88,14	83,82	5%	97,58	99,91	-2%
High Volume Deposit (Funds Collected) (1 Million Try And Over) / Total Deposit (Funds Collected) (%)	79,49	79,86	0%	76,12	75,96	0%
(Off Balance Sheet Risks - Derivative Financial Instruments) / Total Assets (%)	25,87	21,26	22%	49,77	44,68	11%
Derivative Financial Instruments / Commitments (%)	70,93	71,85	-1%	58,79	66,96	-12%
Profit (Loss) Before Tax / Average Total Assets (%)	1,74	4,32	-60%	1,33	3,84	-65%
Net Income / Average Total Assets (%)	1,36	3,30	-59%	1,21	3,28	-63%
Net Income / Average Shareholder's Equity (%)	20,66	60,61	-66%	14,63	42,65	-66%
Total Interest (Profit Share) Income / Interest (Profit) Bearing Assets Average (%)	10,44	15,08	-31%	10,68	14,91	-28%
Total Interest (Profit Share) Expense / Interest (Profit) Bearing Liabilities Average (%)	11,34	13,48	-16%	12,56	15,85	-21%
Net Interest (Profit) Revenues (Expenses) / Average Total Assets (%)	1,81	4,28	-58%	1,71	3,79	-55%
Fees, Commission and Banking Services Revenues / Average Total Assets (%)	0,93	1,74	-46%	1,59	2,27	-30%
Fees, Commission and Banking Services Revenues / Total Revenues (%)	8,26	10,31	-20%	12,28	11,65	5%
Operational Expenses / Average Total Assets (%)	1,34	2,14	-37%	1,33	2,38	-44%
Non Interest (Other) Revenues / Non Interest (Other) Expenses (%)	99,84	100,04	0%	98,85	100,06	-1%
Fees, Commission and Banking Services Revenues / Operational Expenses (%)	69,83	81,42	-14%	119,58	95,56	25%
Average Total Assets / Average Number of Total Staff (Thousand TL)	106.248,12	84.947	25%	123.435,59	90.896	36%
Total Deposit (Funds Collected) / Average Number of Total Staff (Thousand TL)	76.061,33	79.924	-5%	78.337,68	71.345	10%
Profit (Loss) Before Tax / Average Total Number of Staff (Thousand TL)	1.845,78	3.673	-50%	1.644,16	3.490	-53%
Total Deposit (Funds Collected) / Average Number of Total Branches (Thousand TL)	1.060.796,57	1.066.675	-1%	1.503.773,82	1.345.620	12%
Loans / Average Number of Total Branches (Thousand TL)	780.602,93	725.399	8%	1.296.036,91	1.085.580	19%
Total Number of Staff / Total Number of Branches (Person)	13,97	14	3%	19,22	19	1%
Weighted Average Maturity of Securities (Day)	1.160,47	1.048	11%	1.603,36	1.604	0%
Weighted Average Maturity of Securities Held for Trading (Day)	560,04	192	191%	863,06	687	26%
Total Cash Loans / Total Deposit (Funds Collected) (%)	73,59	68,01	8%	86,22	80,71	7%
Total Cash Loans / Total Deposit (Investment and Development Banks' Data Excluded) (%)	73,59	68,01	8%	80,23	75,20	7%
Total Securities / Total Deposit (Funds Collected) (%)	21,05	25,08	-16%	27,86	26,73	4%
Demand Deposit (Funds Collected) / Total Deposit (Funds Collected) (%)	39,96	38,40	4%	34,41	33,25	4%
Regulatory Capital / Total Risk Weighted Assets (%)	18,55	21,38	-13%	17,10	19,06	-10%
Total Risk Weighted Assets (Net) / Total Risk Weighted Assets (Gross)	58,43	52,86	11%	58,16	57,58	1%
Foreign Assets / Total Shareholder's Equity (%)	1.200,25	1.291,53	-7%	1.026,28	979,51	5%

Source: BRSA

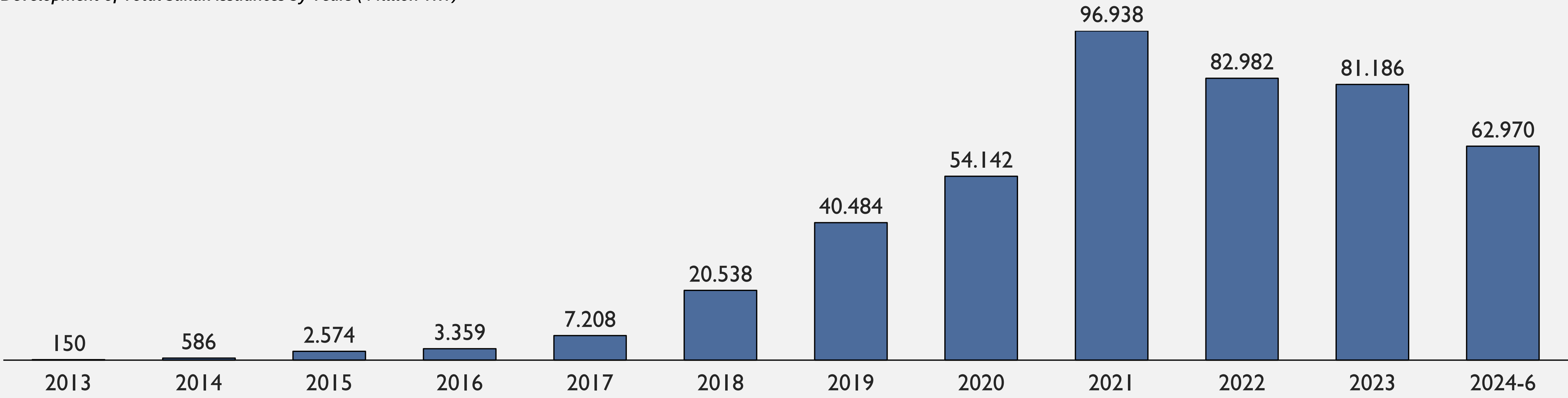
Sukuk Statistics of Participation Banks

Jun 2024

Total Sukuk Transaction Volume

454 Billion ₺

Development of Total Sukuk Issuances by Years (Million TRY)



Source: PBAT

PARTICIPATION BANKS ASSOCIATION OF TÜRKİYE

THANK YOU

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"Stronger Türkiye with Participation Banks"