



SCREENING CHAPTER 18 STATISTICS

FINANCIAL ACCOUNTS

**Country Session: The Republic of TURKEY
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Overview

- The Central Bank of the Republic of Turkey (CBRT), Ministry of Finance (MoF), Treasury, Turkish Statistical Institute (TURKSTAT) and Banking Regulation and Supervision Agency (BRSA) cooperate in order to compile ESA 95 Financial Accounts of Turkey
- **Institutional Sector List 2003** has been prepared in line with ESA 95 classifications. Banks are reporting to the CBRT in line with updated classifications since then
- **The preliminary tables 6 and 7** for stocks and transactions are prepared by the CBRT **for the MFI sector** (S.121 and S.122) on a test basis. The historic data goes back to 2002

Overview

- The CBRT and the BRSA have agreed on the format of a single reporting form for leasing, factoring and consumer credit companies to compile data both for supervisory and financial accounts purposes. These institutions will form the **Financial Intermediaries** sector (S.123) in ESA 95. The new reporting package will be made available for the CBRT's use in late September 2006 after technical studies are completed
- The MoF and Treasury have agreed to cooperate on the compilation of ESA 95 FA for the **General Government** Sector (including Central Government, Local Government and Social Security Funds) both non-consolidated and consolidated tables



Responsible Institutions and Stakeholders

- **The CBRT is the coordinator** of the compilation of FA in Turkey according to Official Statistical Programme 2007-2011 of TURKSTAT. All other agencies compiling data for FA purposes will provide data to the CBRT
- Stakeholders are MoF, Treasury, TURKSTAT, BRSA and Capital Market Board (CMB)



Legal Framework

Law on the CBRT No 1211, 26.01.1970, amended by Law No. 4651, 25.04.2001

Article 43

“... The bank shall be authorized to directly request and collect, all statistical information **relating to financial system** and other statistical information that shall be deemed necessary for the surveillance of developments in the economy and the balance of payments, **from banks, other financial institutions and persons**. The aforesaid persons shall be obliged to submit these information accurately within the period and form to be determined by the Bank...”



Classifications

- General Government data is in line with **IMF GFS Manual 2001**
- Current concepts and definitions used to compile money and banking data is broadly in line with the **IMF Manual on Monetary and Financial Statistics 2000**
- Statistical Information Form of banks based on Institutional Sector List 2003 is compliant with the sector classifications of the **ESA 95**. The same sector list will also be used to compile FA tables for all other sectors of the economy



Classifications (cont'd)

Institutional Sectors

- General Government
 - Central Government
 - Local Government
 - Social Security Institutions
- Non-Financial Corporations (private and public)
- Financial Corporations
 - The CBRT
 - Banks
 - Insurance Companies and Pension Funds
 - Financial Intermediaries (leasing, factoring, consumer finance)
 - Financial Auxiliaries
- Households and NPISHs
- Rest of the World (monetary authorities, banks, branches)

Classifications (cont'd)

- **MFI sector (S.121 and S.122)** is defined so as to include the CBRT, deposit money banks, investment and development banks, participation banks and money market funds

NUMBER OF MFIs IN TURKEY	
Central Bank (The CBRT)	1
Deposit Money Banks	34
Investment and Development Banks	13
Participation Banks	4
Money Market Funds	46
TOTAL	98
Source : The Central Bank of Turkey	

Data Sources

- Data source for the **General Government Sector (S.13)** is the MoF's accrual based centralised accounting system which covers subsectors for both receipts and expenditures and Treasury's debt and receivable statistics
- Data source for **Non-financial Corporations Sector (S.11)** will be analysed by the TURKSTAT and the CBRT and two institutions will cooperate on the availability and quality of data
- Data source for the **MFI sector (S.121 and S.122) other than money market funds** is the the Banking Supervisory Package and Statistical Information Forms reported by resident banks to the CBRT and financial statements of the CBRT



Data Sources (cont'd)

- Data source for **money market funds** is the CMB
- Data source for **Other Financial Intermediaries (S.123)** is the BRSA's reporting package
- Data source for the **Insurance Corporations and Pension Funds (S.125)** is the Treasury's Insurance Directorate. Availability and quality of data is being discussed and further work and cooperation is needed for the compilation of data
- For the **Households (S.14)** and **NPISHs (S.15)** some of the items such as deposits, loans and securities will be derived as counterpart item from the banking sector data. Other items will be derived as residual



Data Sources (cont'd)

- Data source for the **Rest of the World (S.2)** is the CBRT's BOP data. Further work is needed on the quality of data for FA purposes



Periodicity

- MFI, CBRT, Rest of the World source data is at **monthly** frequency
- Reporting of Financial Intermediaries is **quarterly**
- Source data for General Government is **quarterly** for MoF data and **monthly / quarterly** for debt and receivable statistics of Treasury
- Source data for Insurance Companies and Pension Funds is **quarterly**



Future Plans

2006-2008

- Tables for the **MFI sector** will be completed by the end of 2008
- Data will be compiled from **Other Financial Intermediaries** in 2007 and test studies to integrate into FA tables will be completed by the end of 2008
- Appropriate data sources and data will be determined for the sectors **General Government, Insurance Companies and Pension Funds, and Non-financial Corporations**. For this purpose, the stakeholders and the CBRT will cooperate and work closely and technical working groups will be established for the implementation of harmonized ESA 95 classifications of sectors, instruments, and accounting rules. Working groups will meet regularly



Future Plans (cont'd)

2009-2011

- Data for the sectors General Government, Insurance Companies and Pension Funds, and Non-financial Corporations will be compiled, integrated into FA tables and test studies will be conducted

2011 onwards

- Non-consolidated and consolidated FA tables for stocks and transactions for all ESA 95 sectors of the economy will be produced