

## Review of the financial system of the Republic of Tajikistan for 2017

There are 84 credit institutions, 22 insurance organizations, 11 leasing organizations, 16 pawnshops, Central Asian stock exchange, Fund for Support of Entrepreneurship under the Government of the Republic of Tajikistan (Fund for Support of Entrepreneurship) and Agency of social insurance and pensions under the Government of the Republic of Tajikistan (ASIP) that are functioning in the Republic of Tajikistan as of December 31, 2017.

Total assets of financial system sectors for the reporting date has made TJS 22.8 billion that in comparison with 2016 is more for TJS 57 million. The growth of assets of financial system has occurred due to increase in assets of insurance organizations, leasing organizations, Fund for Support of Entrepreneurship and ASIP. The indicator of assets to GDP for this period has reached to 37.3%.

### Structure of financial system of the Republic of Tajikistan

	31.12.2016			31.12.2017			Growth of assets (%)
	Quantity	Assets (TJS million)	(% from amount)	Quantity	Assets (TJS million)	(% from amount)	
<b>Credit institutions</b>	<b>104</b>	<b>21 187</b>	<b>93,3</b>	<b>84</b>	<b>20 932</b>	<b>91,9</b>	<b>-1,2</b>
<i>Banks</i>	<i>18</i>	<i>18 672</i>	<i>82,2</i>	<i>17</i>	<i>18 237</i>	<i>80,1</i>	<i>-2,3</i>
<i>State banks</i>	<i>3</i>	<i>10 678</i>	<i>47,0</i>	<i>3</i>	<i>9 568</i>	<i>42,0</i>	<i>-10,4</i>
<i>Foreign banks</i>	<i>7</i>	<i>1 806</i>	<i>8,0</i>	<i>6</i>	<i>1 986</i>	<i>8,7</i>	<i>10,0</i>
<i>Other banks</i>	<i>8</i>	<i>6 187</i>	<i>27,2</i>	<i>8</i>	<i>6 682</i>	<i>29,3</i>	<i>8,0</i>
<i>Microfinance organizations</i>	<i>86</i>	<i>2 515</i>	<i>11,1</i>	<i>67</i>	<i>2 696</i>	<i>11,8</i>	<i>7,2</i>
<i>Microcredit deposit organizations</i>	<i>38</i>	<i>2 134</i>	<i>9,4</i>	<i>27</i>	<i>2 285</i>	<i>10,0</i>	<i>7,1</i>
<i>Microcredit organizations</i>	<i>14</i>	<i>204</i>	<i>0,9</i>	<i>7</i>	<i>169</i>	<i>0,7</i>	<i>-17,2</i>
<i>Microcredit funds</i>	<i>34</i>	<i>178</i>	<i>0,8</i>	<i>33</i>	<i>242</i>	<i>1,1</i>	<i>36,0</i>
<b>Insurance organizations</b>	<b>21</b>	<b>236</b>	<b>1,0</b>	<b>22</b>	<b>295</b>	<b>1,3</b>	<b>25,0</b>
<b>Leasing organizations</b>	<b>11</b>	<b>181</b>	<b>0,8</b>	<b>11</b>	<b>186</b>	<b>0,8</b>	<b>2,8</b>
<b>Pawnshop organizations</b>	<b>16</b>			<b>16</b>			
<b>Central Asian stock exchange</b>	<b>1</b>			<b>1</b>			
<b>Fund for Support of Entrepreneurship</b>	<b>1</b>	<b>142</b>	<b>0,6</b>	<b>1</b>	<b>219</b>	<b>1,0</b>	<b>54,2</b>
<b>ASIP</b>	<b>1</b>	<b>966</b>	<b>4,3</b>	<b>1</b>	<b>1137</b>	<b>5,0</b>	<b>17,7</b>
<b>Total:</b>	<b>155</b>	<b>22 712</b>	<b>100</b>	<b>136</b>	<b>22 769</b>	<b>100</b>	<b>0,3</b>

The banking system has an important role in the structure of financial system of the country, assets of which have made 91.9% of total assets of financial system at the end of 2017. Only 1.3% of assets of financial system belong to insurance organizations, 0.8% to leasing organizations, 1.0% to Fund for Support of Entrepreneurship and 5% to ASIP.

The banking system of the country is divided in two groups of credit institutions: banks and microfinancial organizations (microcredit deposit organisations, microcredit organisations and microcredit funds). Due to the impact of the economic crisis of last year and financial difficulties in systemically important banks of the country, assets of banking system in 2017 have decreased by 1.2% in comparison with the last year and having equaled to TJS 20 932 million.

Assets of insurance organizations in comparison with 2016 due to increase of amount of the insurance bonus (insurance payment) and capital of some insurance organizations have increased by 25.0% and reached TJS 295 million.

During this period assets of the Fund for Supporting Entrepreneurship have made TJS 219 million that in comparison with similar period of last year is more on 54.2%. It is necessary to note that annually for replenishment of the authorized capital of the given Fund certain sum is allocated from state budget depending on the available amounts which would be directed to support industrial business.

At the end of 2017 assets of ASIP have made TJS 1.1 billion, having increased in comparison with the same period of last year on 17.7 %.

For the purpose of buying/selling of securities, the Central Asia stock exchange has been established in Tajikistan on April, 2015. It was not possible to receive necessary data on activity of Central Asia stock exchange, leasing organizations and pawnshops in view of their insufficient activity in economy and because these sectors are behind of control of the National Bank of Tajikistan.