



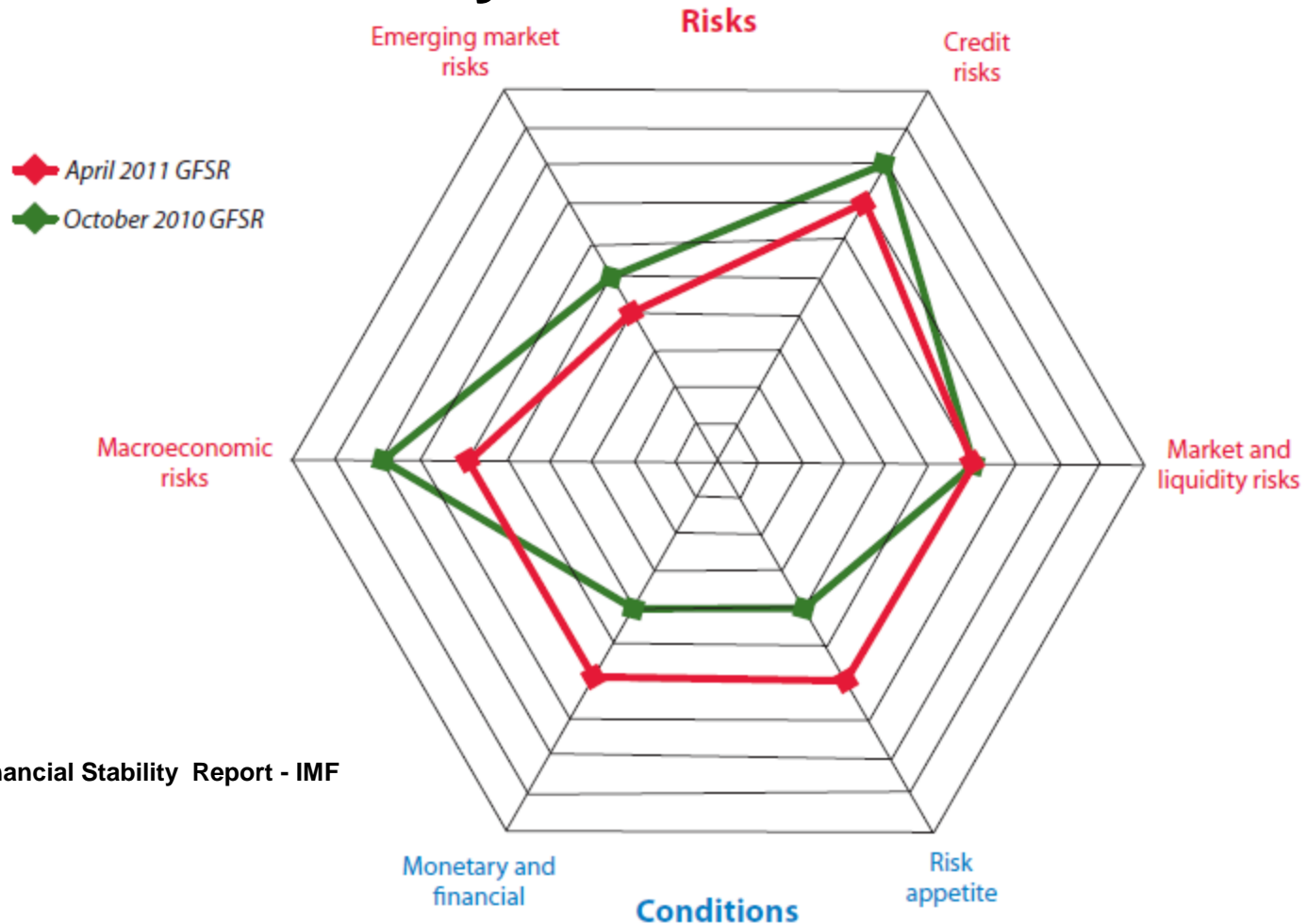
Active Academy Capital Markets Summit

**Ulrich Zachau
Director, Turkey
The World Bank**

April 27, 2011, Istanbul



Global Financial Stability Map: Stability Not Assured



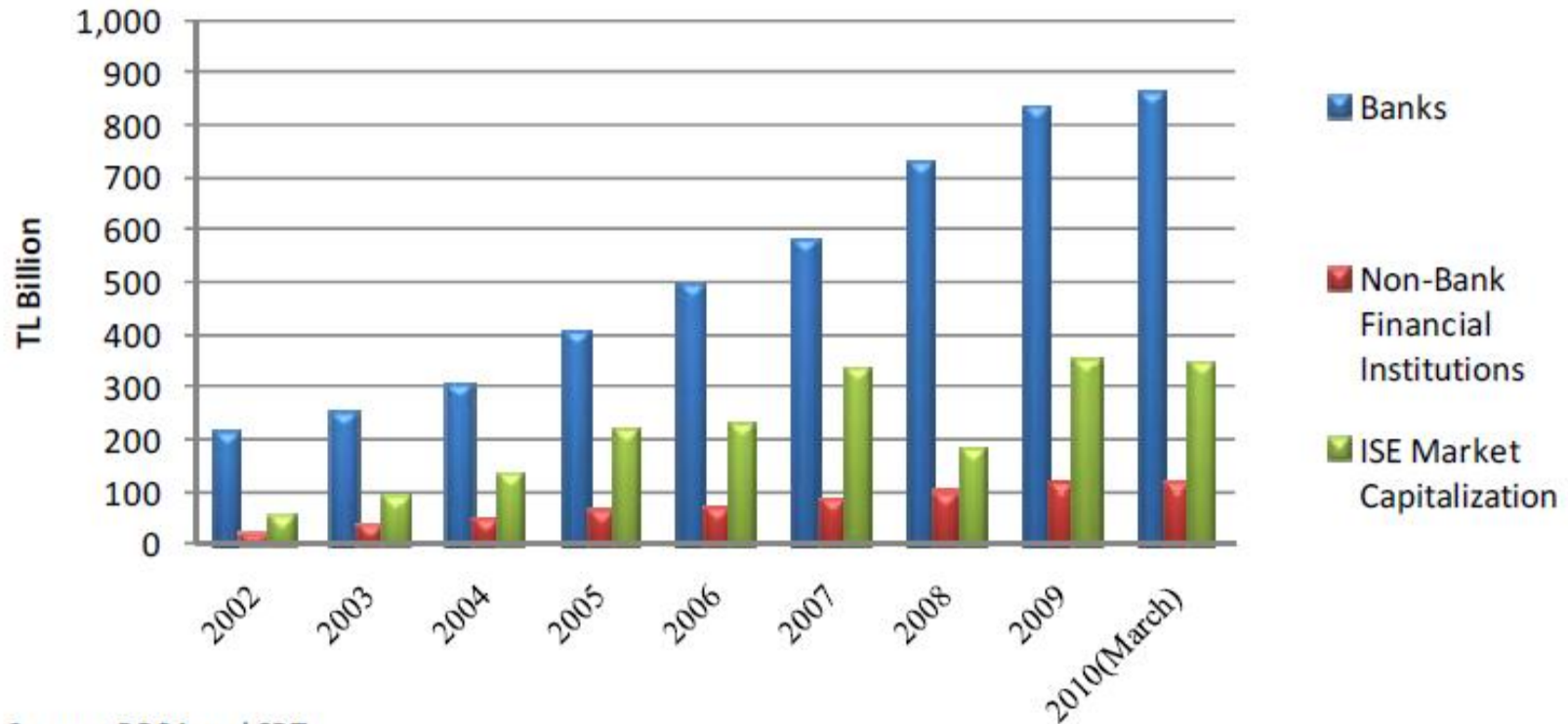
Global Financial Stability Report - IMF

Note: Away from center signifies higher risks, easier monetary and financial conditions, or higher risk appetite.



Turkey's Financial Sector is Highly Concentrated in Banking ...

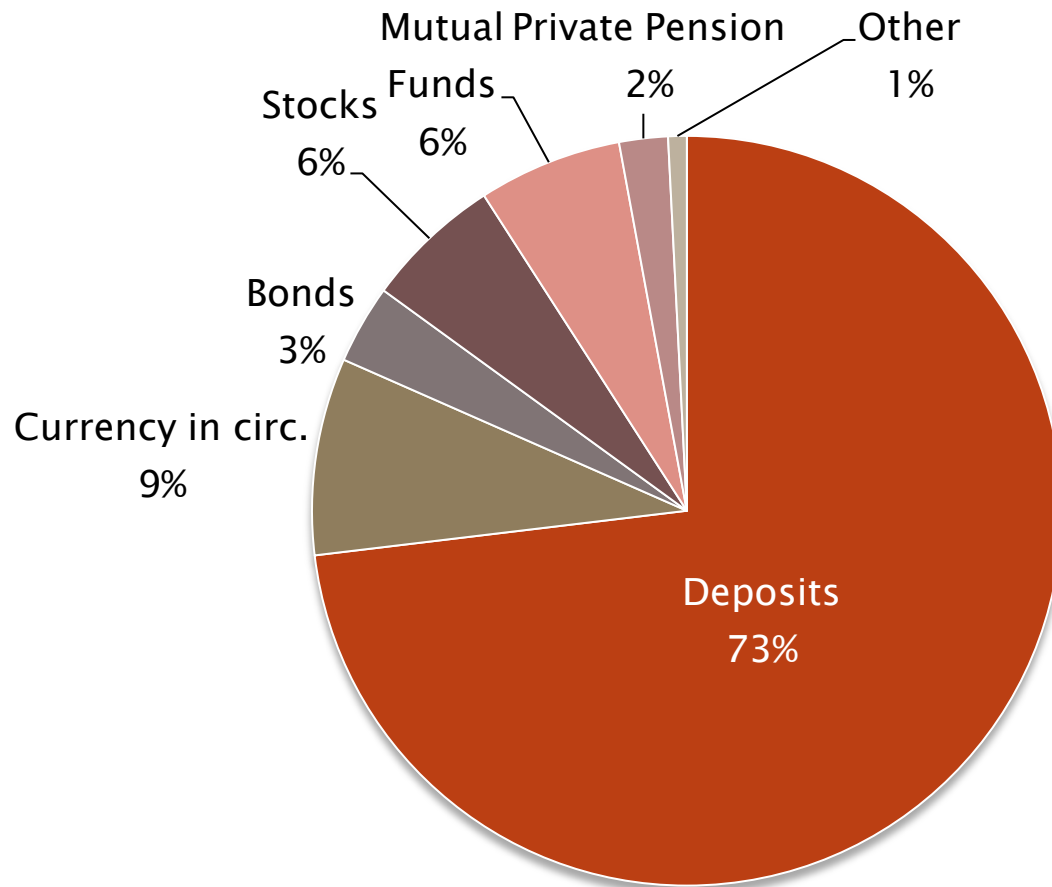
Turkey-Financial Markets



Source: BRSA and CBT



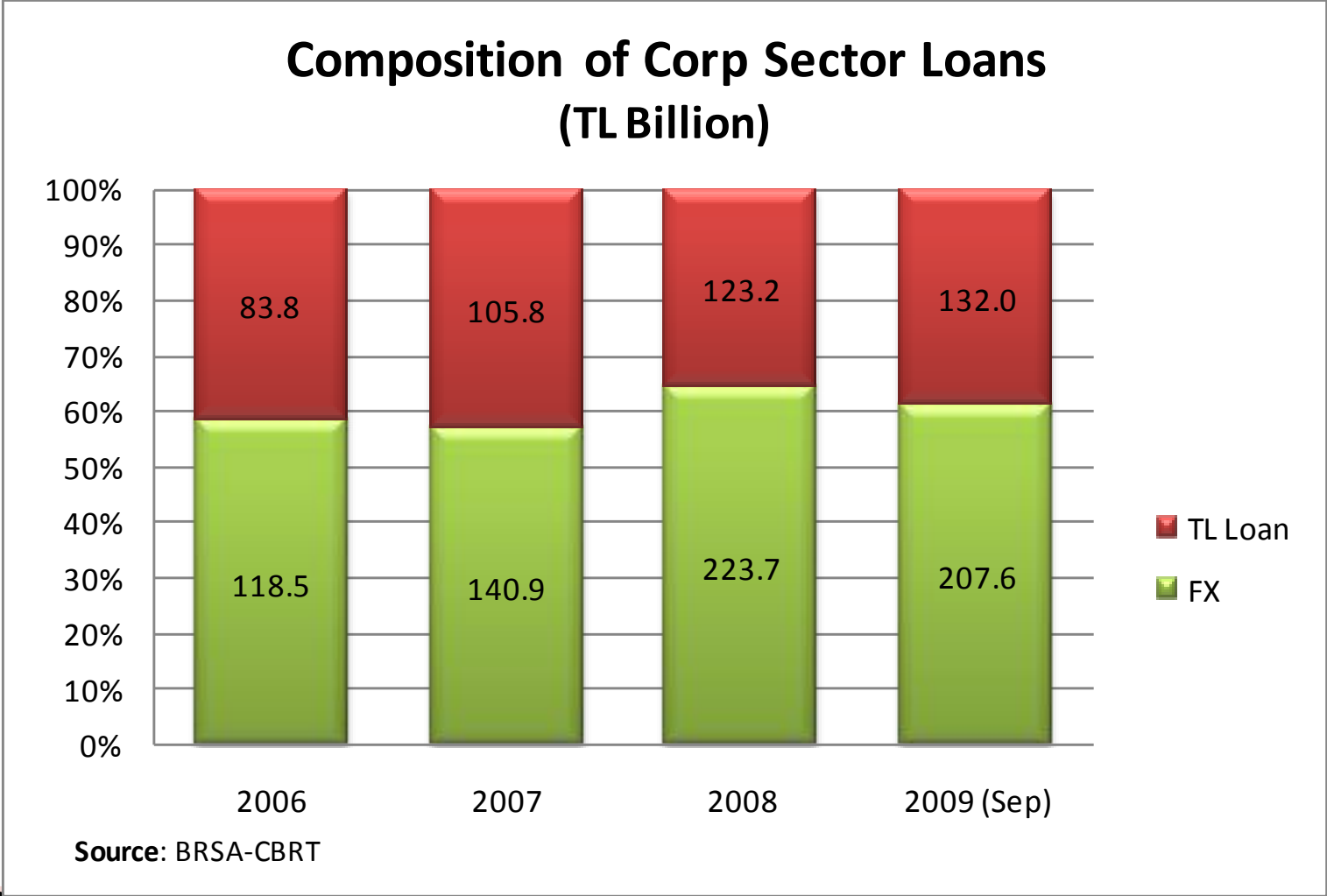
... and Household Financial Assets are Concentrated in Deposits



2009

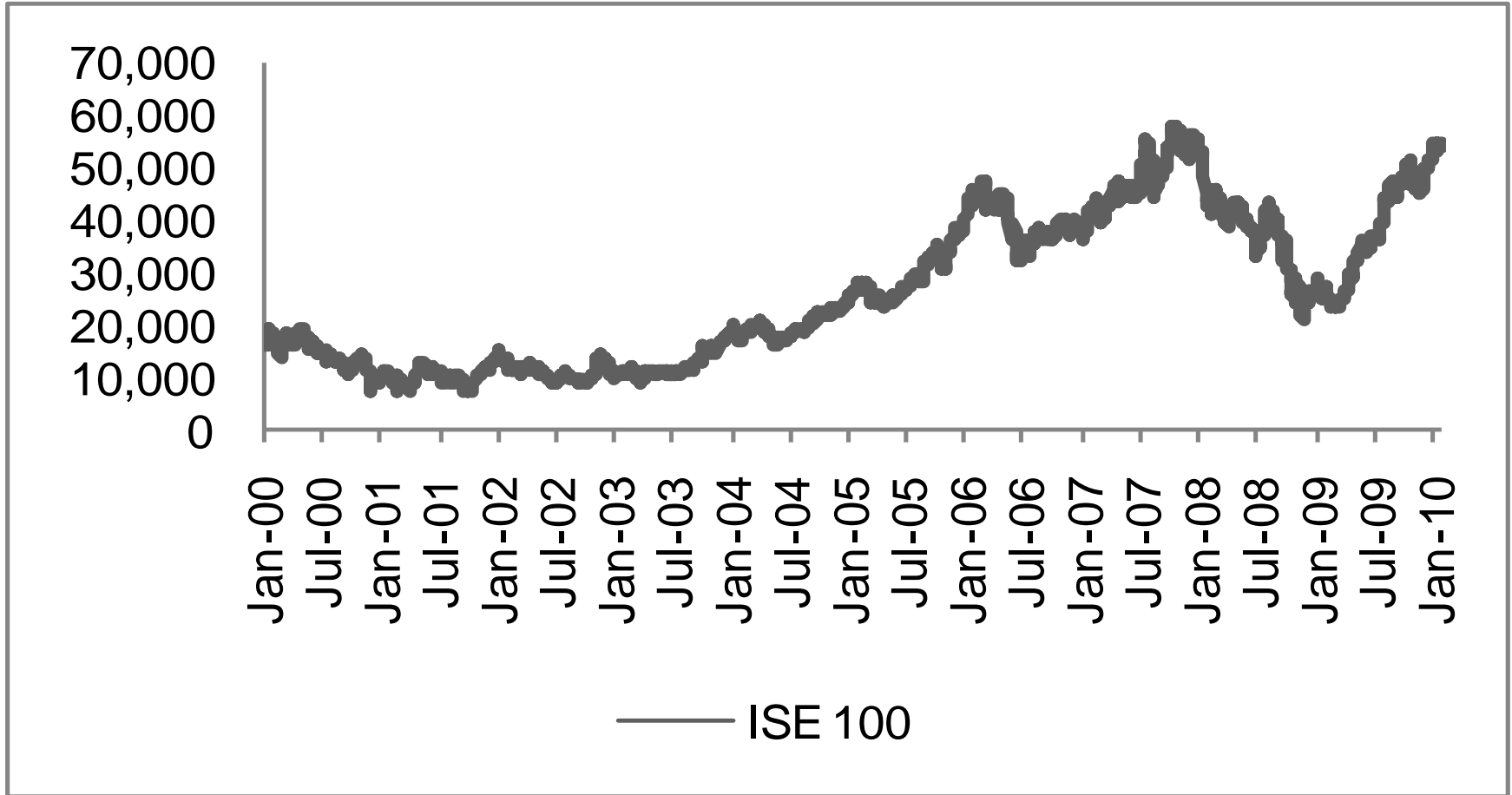


The Corporate Sector has High FX Loans





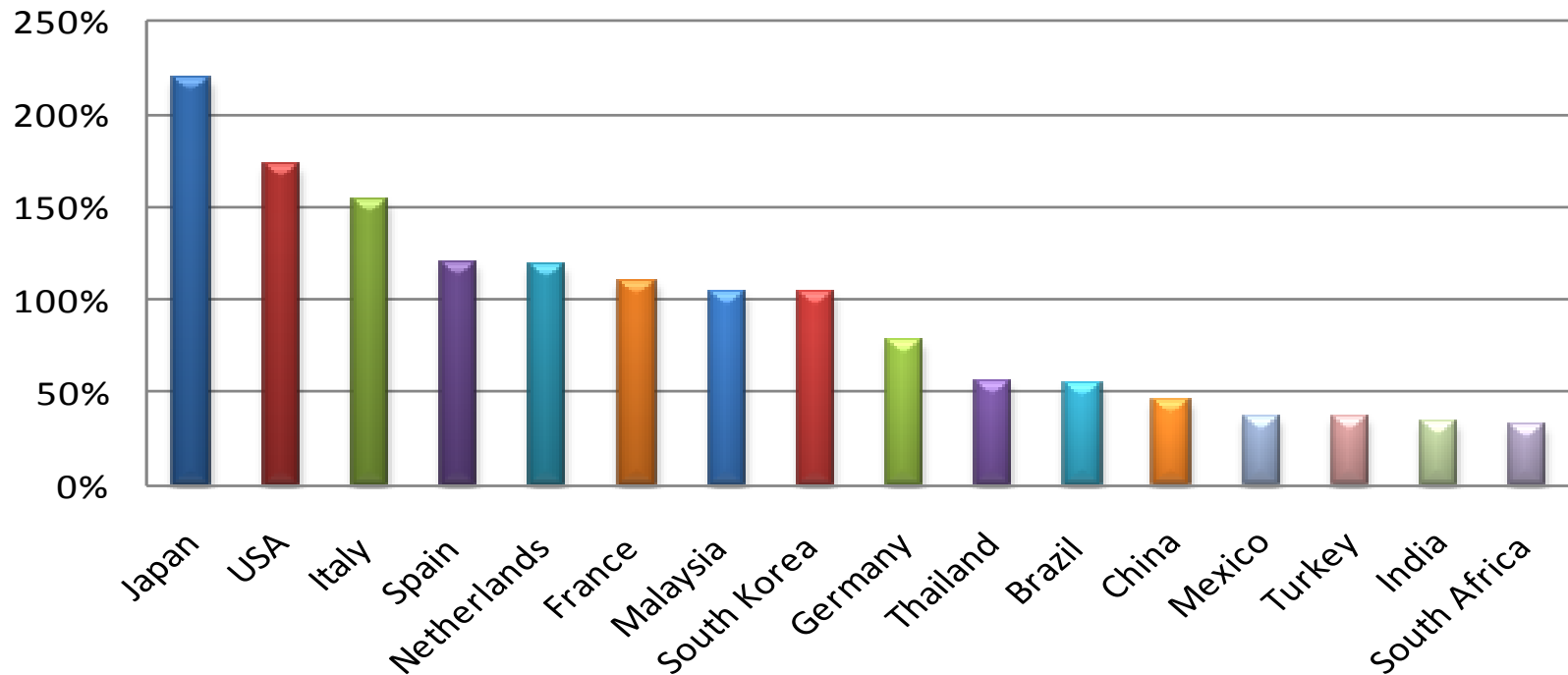
Istanbul Stock Exchange: A Top Emerging Market Performer





Turkey's Local Currency Bond Market is the 14th Largest in the World...

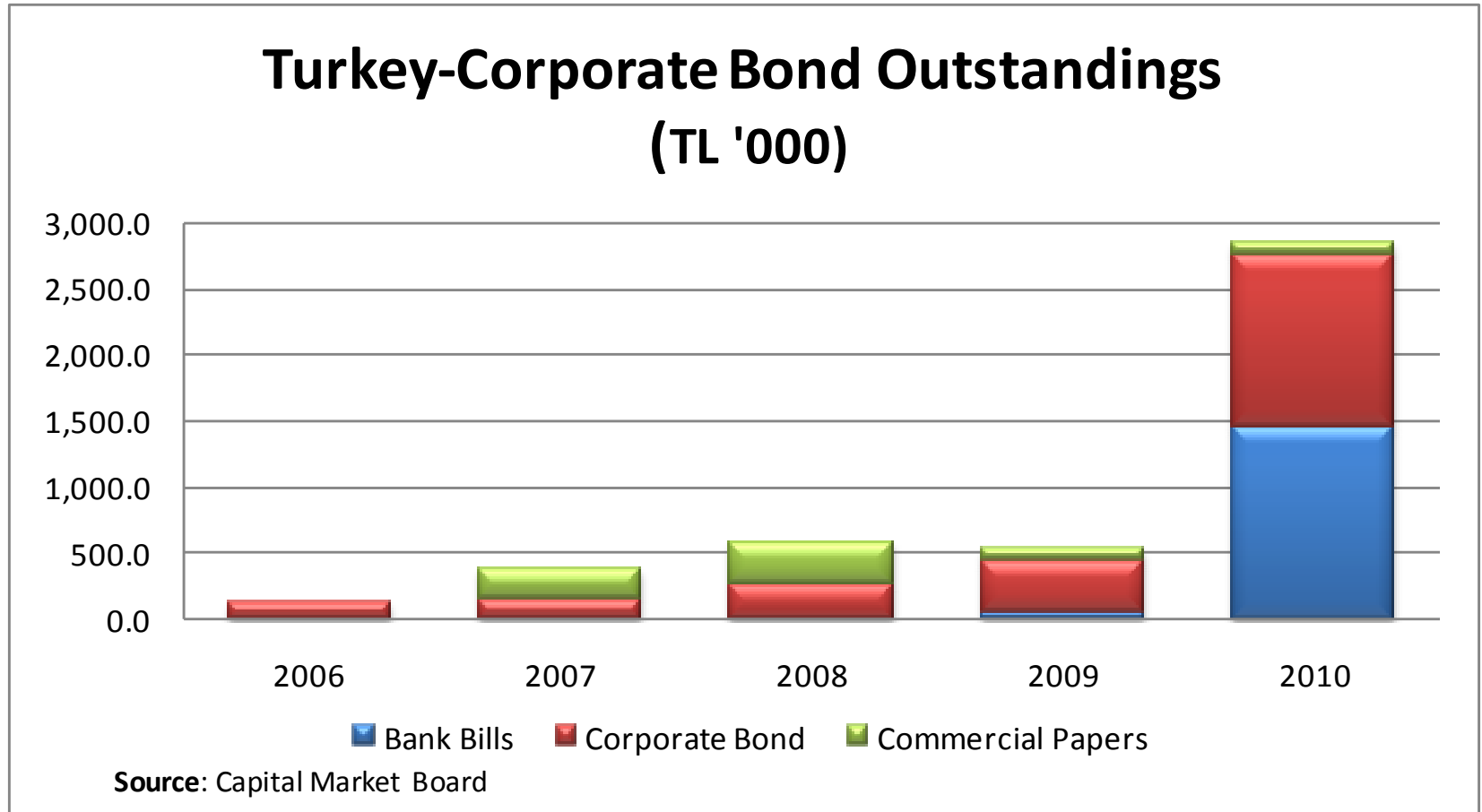
World Bond Markets as % of GDP (2009)



Source: BIS and Dalla and Hesse, VOXEU(2009)

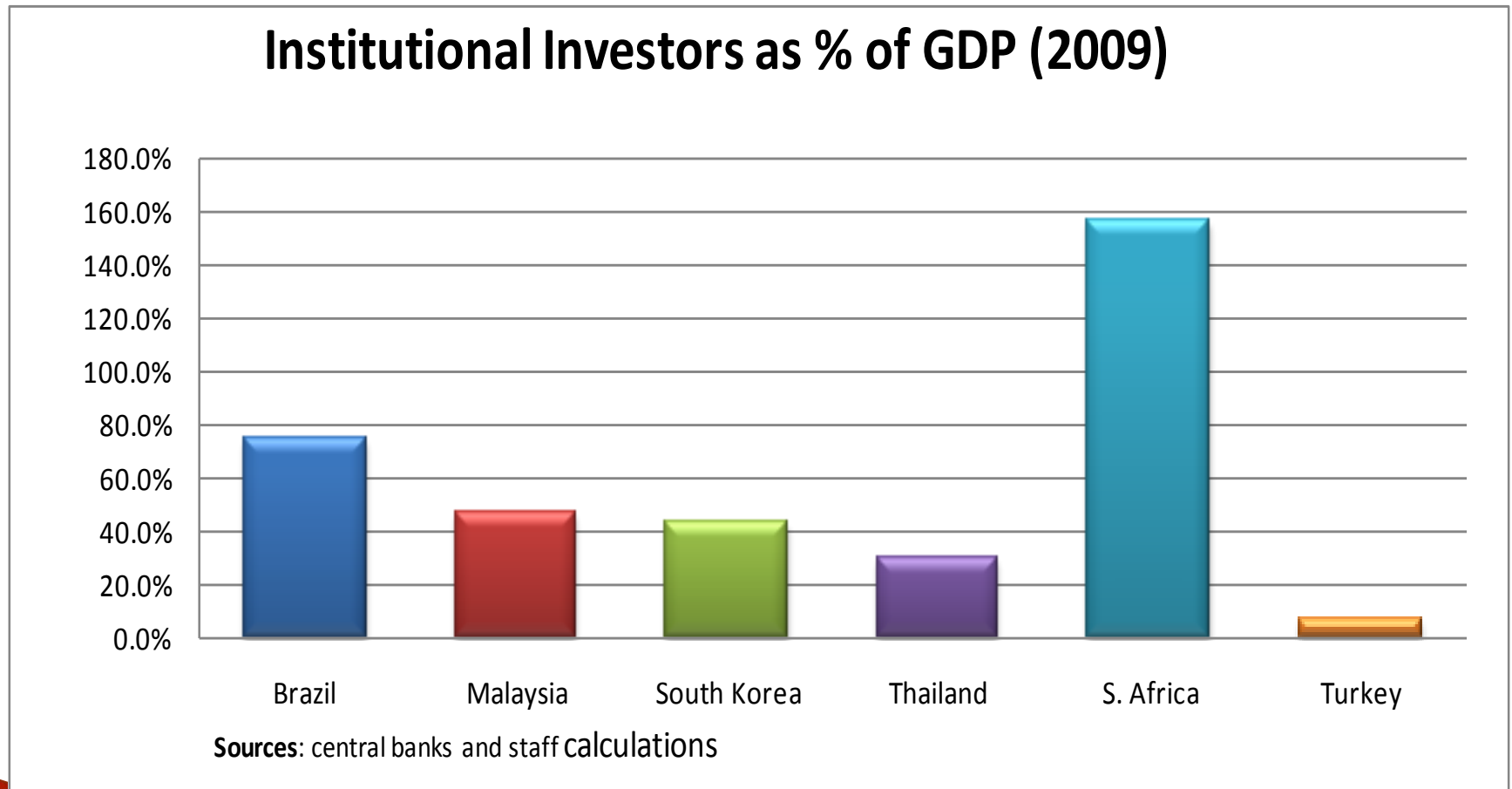


The Corporate Bond Market is Small But Growing



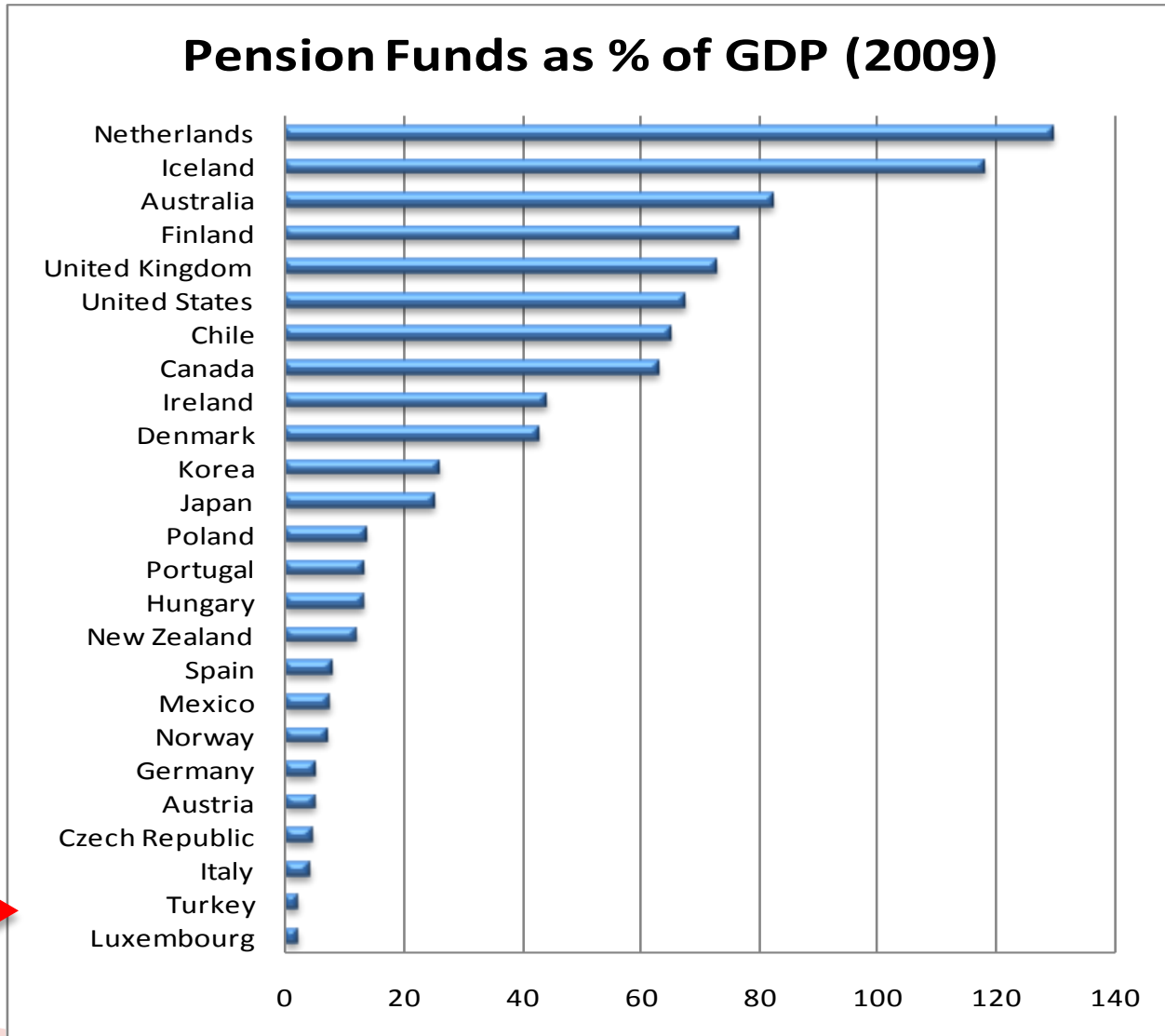


The Pension, Insurance and Mutual Funds Sector is Tiny Compared with Other Emerging Markets



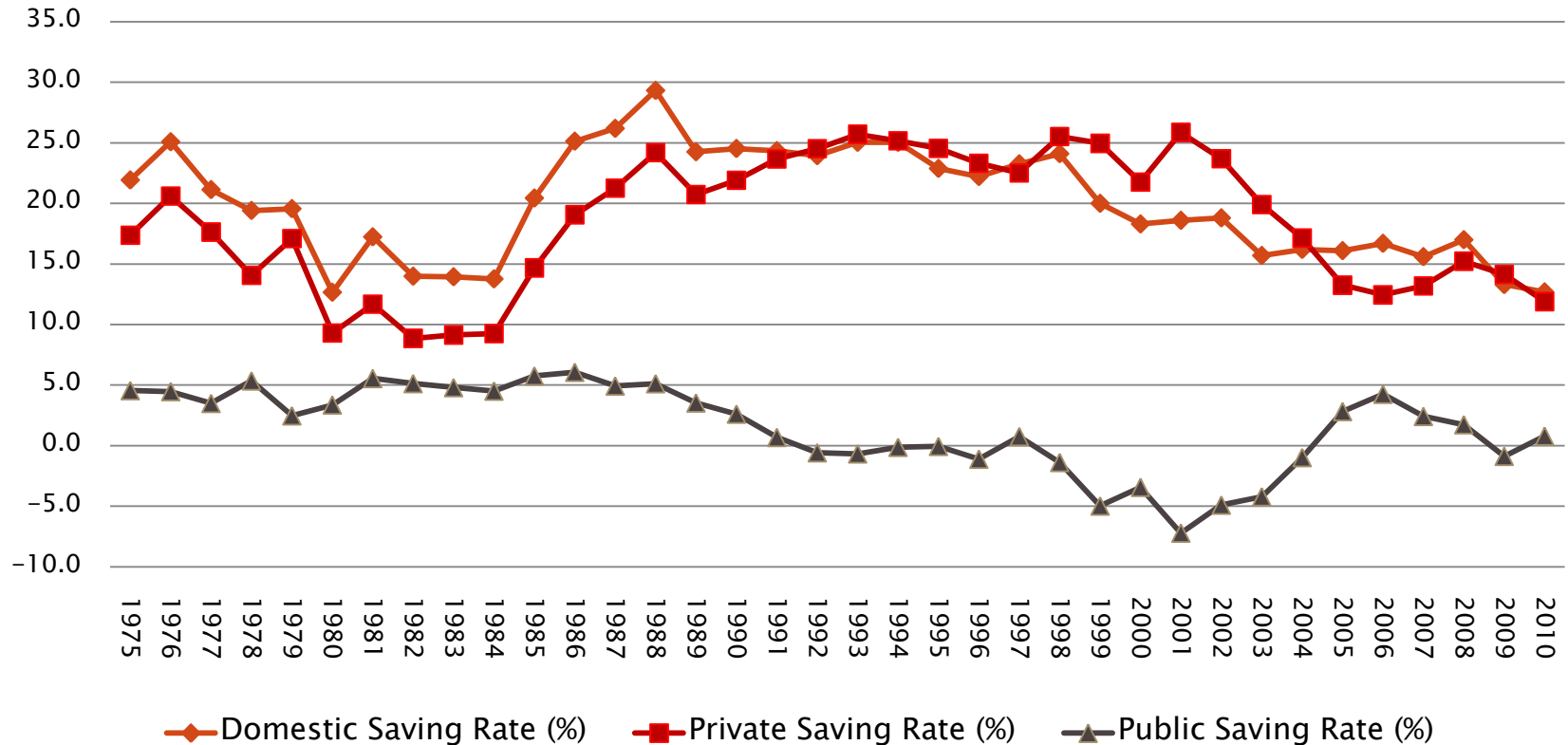


The Pensions Sector is Underdeveloped





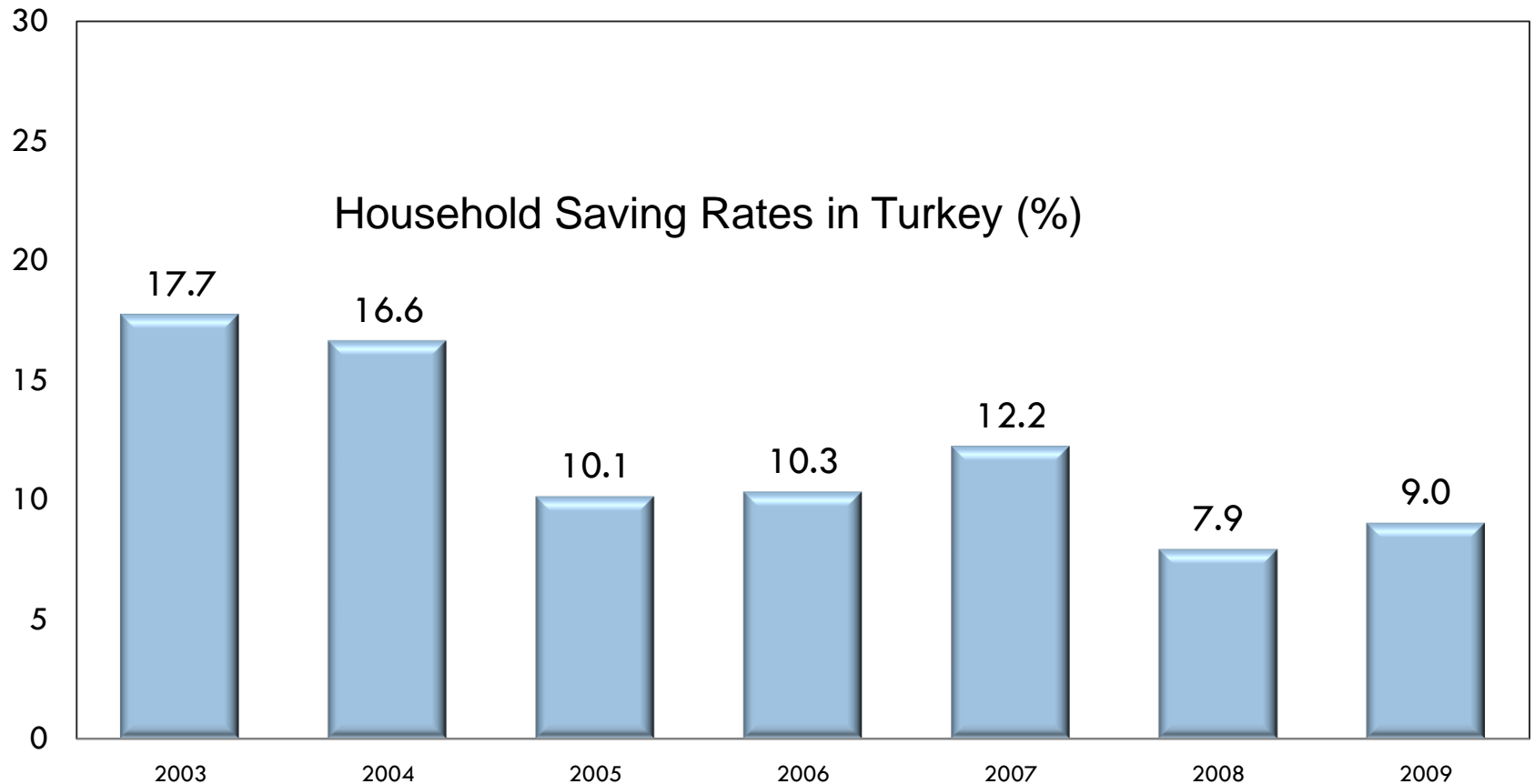
Turkish Savings Fell in the 2000s...



Source: SPO



... due to Declining Private Savings, Especially by Households



Source: Household Budget Survey, TurkStat



Thank You
Teşekkür Ederim