

# Update on Foreign Banks Deleveraging



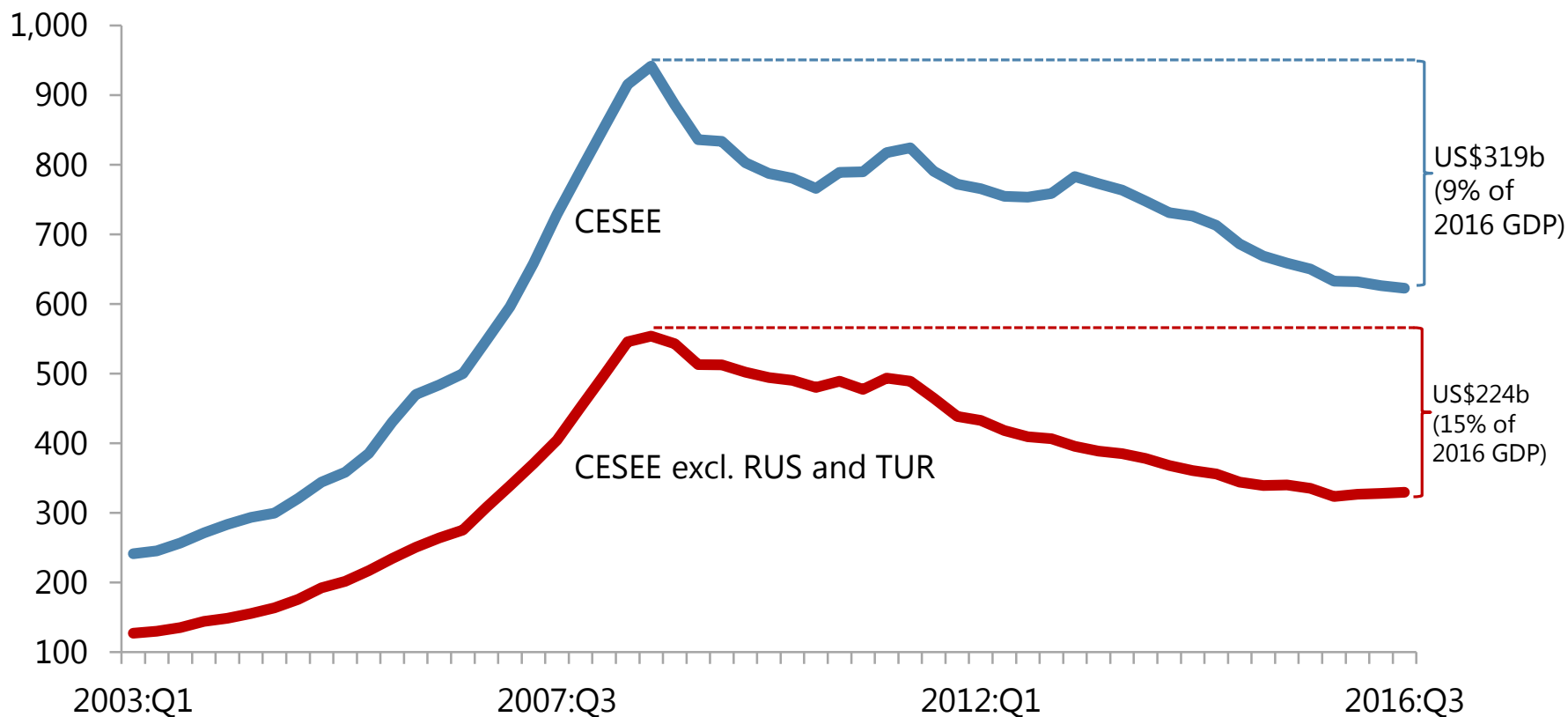
Vienna Initiative Plenary Meeting  
Luxembourg, March 6, 2017

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for Central and Eastern Europe

# The external position of BIS reporting banks in CESEE excl. Russia and Turkey appears to have stabilized...



Bank's external claims on all sectors  
(billions of USD, FX adjusted)

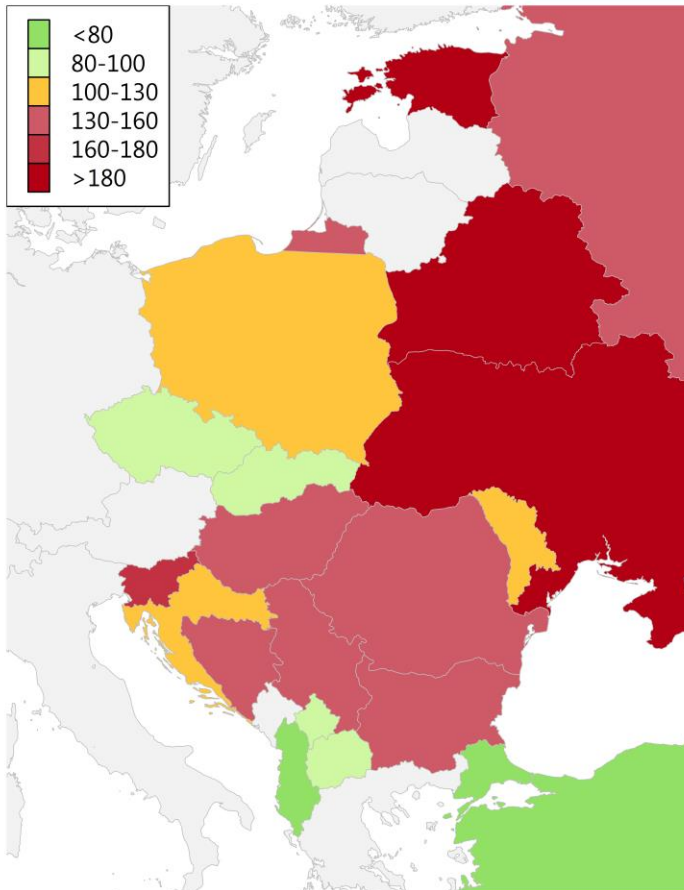


...as loan to deposit ratios in many countries have been reduced to much safer levels

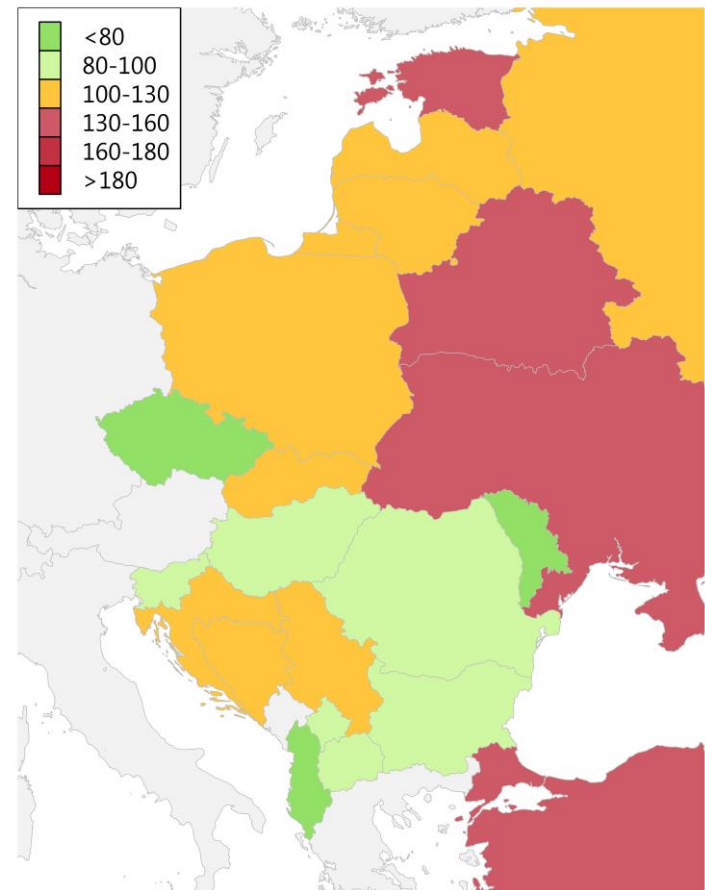


### Domestic Loan to Domestic Deposit Ratio (Percent)

December 2008



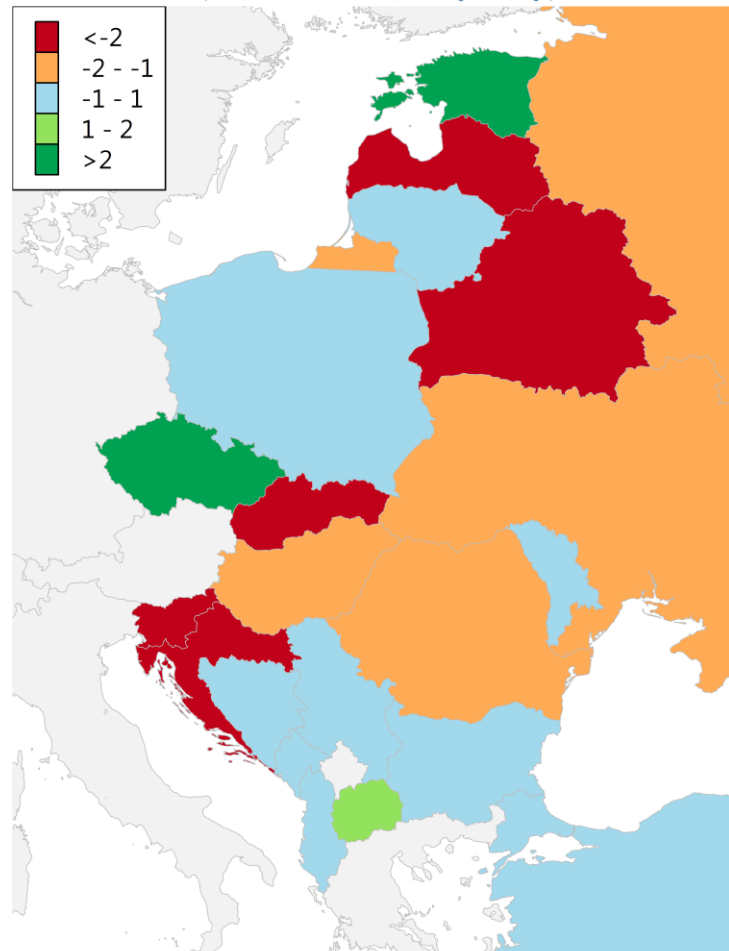
November 2016



Between end 2015Q3 and 2016Q3, most countries saw only modest outflows—or inflows.



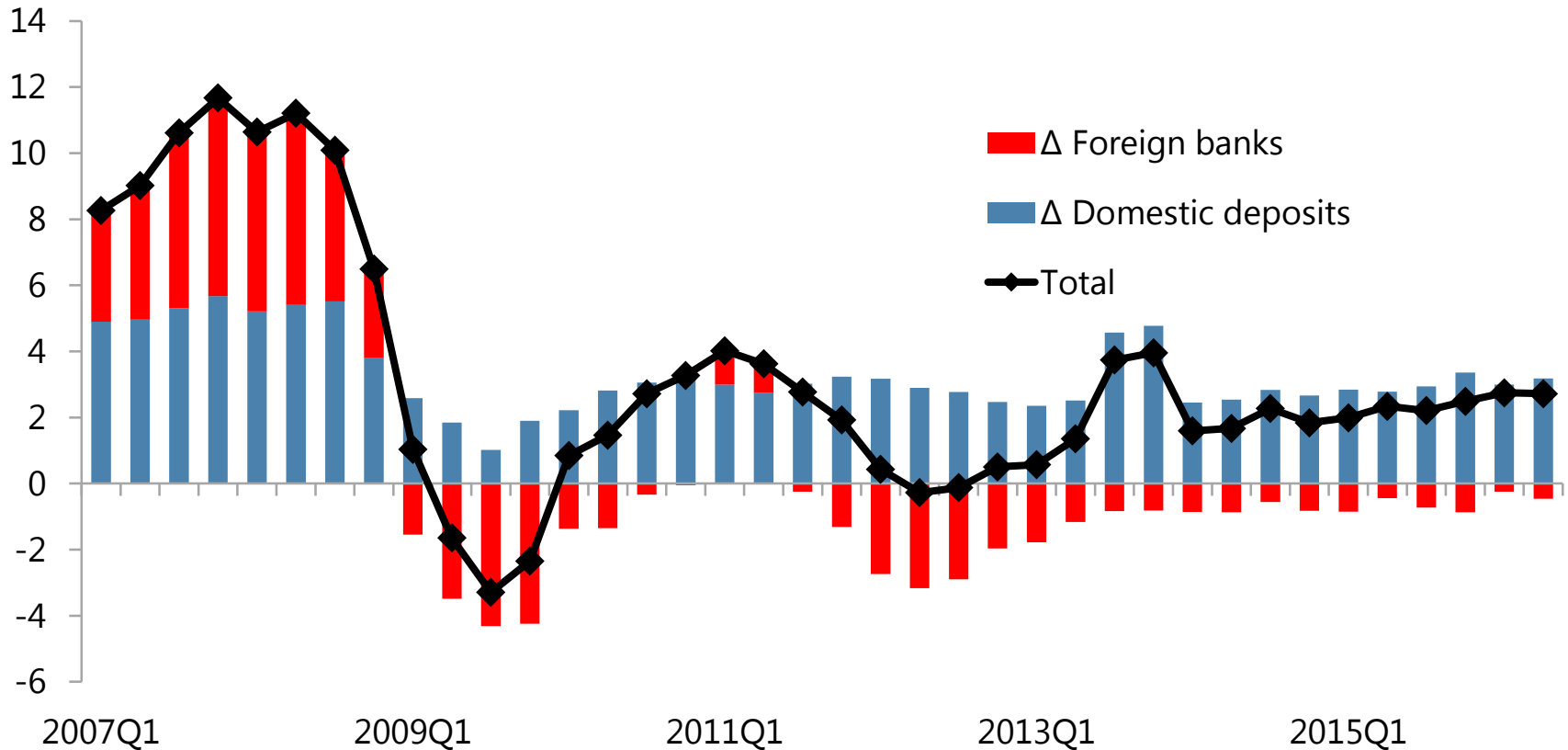
**Change in external position on all sectors  
of BIS-reporting banks**  
(Percent of 2016 GDP, 2015Q4:2016Q3)



# Bank funding now increases by 3 percent of GDP annually, most from domestic deposits



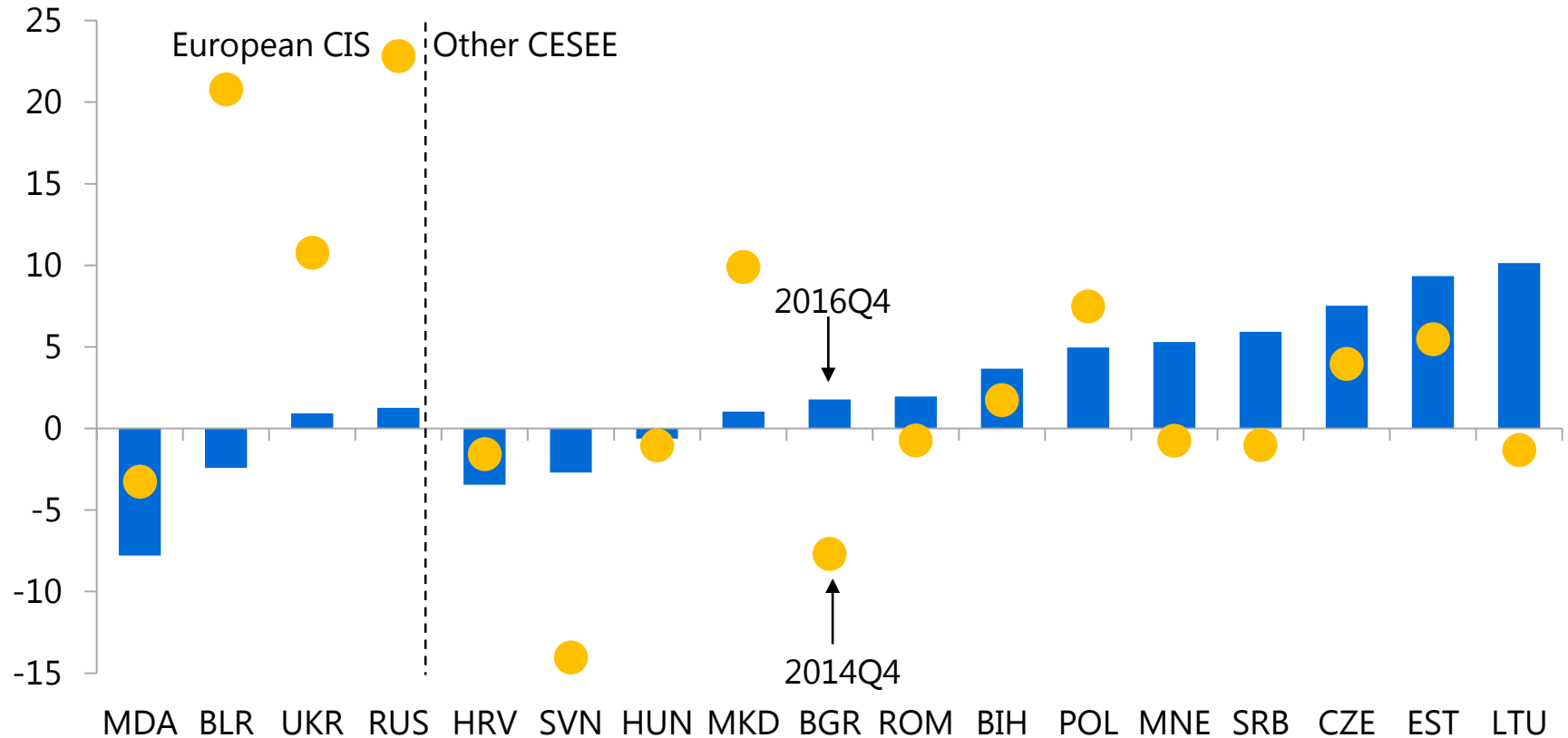
Evolution of main bank funding sources in CESEE excl. RUS and TUR  
(Percent of GDP, Y/Y, FX adjusted)



# Credit growth has picked up since late 2014



Credit to private sector  
(Percent, Y/Y, not FX adjusted)





Thank you