

Box E: Financial Soundness Indicators

	No	Indicator	
CORE SET			
Deposit-takers			
<i>Capital adequacy</i>	1	Regulatory capital to risk-weighted assets	
	2	Regulatory Tier 1 capital to risk-weighted assets	
	3	Non-performing loans net of provisions to capital	
<i>Asset quality</i>	4	Non-performing loans to total gross loans	
	5	Sectoral distribution of loans to total loans	
<i>Earnings and profitability</i>	6	Return on assets	
	7	Return on equity	
	8	Interest margin to gross income	
<i>Liquidity</i>	9	Non-interest expenses to gross income	
	10	Liquid assets to total assets (liquid asset ratio)	
<i>Sensitivity to market risk</i>	11	Liquid assets to short-term liabilities	
	12	Net open position in foreign exchange to capital	
ENCOURAGED SET			
Deposit-takers			
	13	Capital to assets	
	14	Large exposures to capital	
	15	Geographical distribution of loans to total loans	
	16	Gross asset position in financial derivatives to capital	
	17	Gross liability position in financial derivatives to capital	
	18	Trading income to total income	
	19	Personnel expenses to non-interest expenses	
	20	Spread between reference lending and deposit rates	
	21	Spread between highest and lowest interbank rate	
	22	Customer deposits to total (non-interbank) loans	
	23	Foreign-currency-denominated loans to total loans	
	24	Foreign-currency-denominated liabilities to total liabilities	
	25	Net open position in equities to capital	
	Other financial corporations		
		26	Assets to total financial system assets
27		Assets to GDP	
Non-financial corporate sector			
	28	Total debt to equity	
	29	Return on equity	
	30	Earnings to interest and principal expenses	
	31	Net foreign exchange exposure to equity	
	32	Number of applications for protection from creditors	
Households			
	33	Household debt to GDP	
	34	Household debt service and principal payments to income	
Market liquidity			
	35	Average bid-ask spread in the securities market	
	36	Average daily turnover ratio in the securities market	
Real estate markets			
	37	Real estate prices	
	38	Residential real estate loans to total loans	
	39	Commercial real estate loans to total loans	