

EBS/13/14
Supplement 2
Correction 3

March 15, 2013

To: Members of the Executive Board

From: The Secretary

Subject: **Haiti—Staff Report for the 2012 Article IV Consultation and Fifth Review Under the Extended Credit Facility—Financial Sector Review**

The attached correction to EBS/13/14, Sup. 2 (2/25/13) has been provided by the staff:

Factual Error Not Affecting the Presentation of Staff's Analysis or Views

Page 32, Table 4, row 26, column 5: for “28.4” read “51.8”

Questions may be referred to Mr. Loko (ext. 37611), Ms. Sulla (ext. 38766), and Mr. Brousseau (ext. 37983) in WHD.

This document will shortly be posted on the extranet, a secure website for Executive Directors and member country authorities.

Att: (1)

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Department Heads

Table 3. Haiti: Financial System**9 Commercial Banks**

- 2 state banks: Banque Nationale de Crédit (BNC),
Banque Populaire Haitienne (BPH)
- 4 private domestic banks: Unibank (UNIBK),
Sogebank (SOGEBK)
Banque de l'Union Haitienne (BUH)
Capital Bank (CAPITALBK)
- 2 foreign banks: Citibank (CBNA)
Scotia Bank (Scotia)
- 1 saving and mortgage bank:
Société Générale Haïtienne de Banque d'Épargne et de Logement (SOGEBL)

85 Credit Unions

- Of which:* 46 supported by Desjardins
- Of which:* 25 being part of the Le Levier federation

14 Microfinance Institutions

- Of which:* Sogebank's microfinance subsidiaries (Sogesol, Sogefac, Sogecarte)

11 Insurance Companies

- Of which:* 2 life insurance companies

16 Exchange Bureaux accredited by the central bank**7 Money Transfers Institutions**

- Sogexpress (Western Union)
- Caribbean Center SA (CCSA) CAM
- Unitransfer SA
- Unibank/Moneygram
- Capital Transfer (Western Union)
- Caribbean World Trading (CWT/Rapid Transfè/Moneygram)
- BUH/Moneygram

Source: Bank of the Republic of Haiti; and
Recensement de l'industrie de la microfinance en Haïti, année 2010-2011, USAID, September 2012

Table 4. Haiti: Financial Soundness Indicators of Individual Banks, September 2010 - September 2012					
(In percent; unless otherwise stated)					
	Sep-10	Sep-11	Mar-12	Jun-12	Sep-12
Size and growth					
Asset volume (in US\$ millions)	3453.6	3767.5	3858.0	3945.0	4029.9
Deposit volume (in US\$ millions)	2985.8	3316.2	3394.2	3475.1	3469.5
Asset growth since beginning of fiscal year	27.8	11.6	4.2	7.5	10.8
Credit growth (net) since beginning of fiscal year	-11.7	31.5	11.2	21.5	34.0
Capital adequacy					
Regulatory capital to risk-weighted assets	13.4	16.5	16.7	16.7	16.8
Assets to regulatory capital	23.8	14.7	13.6	13.9	13.3
Asset quality and composition					
Loans (net) to assets	21.3	25.1	26.8	28.4	33.0
NPLs to gross loans	5.7	3.7	3.6	3.2	2.4
Provisions to gross loans	4.8	4.4	3.0	2.8	2.3
Provisions to gross NPLs	84.1	93.1	83.3	88.8	96.7
NPLs less provisions to net worth	3.2	1.1	2.6	1.7	0.4
Earnings and profitability (cumulative since beginning of fiscal year)					
Return on Assets (ROA)	1.2	1.4	1.4	1.3	1.5
Return on equity (ROE)	18.4	22.2	22.2	21.7	21.9
Net interest income to gross interest income	87.4	91.4	92.2	92.3	92.4
Operating expenses to net profits	69.2	67.8	65.6	66.1	66.7
Efficiency					
Interest rate spread ^{1/}	9.6	8.9	8.2	8.2	7.4
Liquidity					
Liquid assets to total assets ^{2/}	51.0	49.5	48.2	48.5	45.5
Liquid assets to deposits ^{2/}	59.0	56.3	54.7	55.0	52.8
Dollarization					
Foreign currency loans to total loans (net)	60.1	55.7	53.8	51.8	51.7
Foreign currency deposits to total deposits	44.1	62.3	63.9	64.5	62.9
Foreign currency loans to foreign currency deposits	31.3	32.6	34.6	35.7	37.3
Sources: BRH Banking System Financial Summary; and IMF estimates					
^{1/} Defined as the difference between average lending rate and average fixed deposit rate in the banking system.					
^{2/} Liquid assets comprise cash and central bank bonds.					