



**ECONOMIC REPORT  
AND  
BALANCE SHEET  
1392 (2013/14)**

**CENTRAL BANK  
OF THE  
ISLAMIC REPUBLIC  
OF IRAN**



ECONOMIC REPORT  
AND  
BALANCE SHEET  
1392  
(March 20, 2014)

Approved at the Annual General Meeting  
of Central Bank of the Islamic Republic of Iran

Held on

December 15, 2014

---

**Prepared by:**  
**Economic Research and Policy Department**  
**CENTRAL BANK OF THE ISLAMIC REPUBLIC OF IRAN**

---



# CONTENTS

<b>ABBREVIATIONS</b>	<b>xii</b>
<b>SYMBOLS</b>	<b>xii</b>
<b>PART ONE (Economic Developments of Iran in 1392)</b>	
<b>Chapter 1. National Product, Expenditure and Income</b>	<b>1</b>
Gross Domestic Product	1
Gross Domestic Expenditure	2
<b>Chapter 2. Agriculture</b>	<b>5</b>
Farming and Horticultural Products	5
Government Investment	8
Banking Facilities	9
<b>Chapter 3. Energy</b>	<b>13</b>
Primary Energy Consumption	13
Crude Oil Proven Reserves	14
Crude Oil Production	14
Production and Exports of Crude Oil	17
<b>Chapter 4. Manufacturing and Mining</b>	<b>19</b>
Production	19
Government Investment	20
Banking Facilities	21
<b>Chapter 5. Construction and Housing</b>	<b>25</b>
Government Investment	26
Banking Facilities	27
Construction Indices	31
<b>Chapter 6. Transportation</b>	<b>33</b>
Government Investment	33
<b>Chapter 7. Domestic Trade</b>	<b>37</b>
Domestic Market Regulation and Essential Goods Procurement	37
Banking Facilities	38

## CONTENTS

<b>Chapter 8. Labor Market Developments and Human Resource</b>	<b>41</b>
Population and Human Resource	41
Allocation of Facilities for Employment Creation	44
Education	46
<b>Chapter 9. Social Affairs and Household Welfare</b>	<b>49</b>
Socioeconomic Characteristics of Households in Urban Areas	49
Social Security	55
Human Development Indices	57
<b>Chapter 10. Fiscal Policy and Performance</b>	<b>59</b>
<b>Chapter 11. Balance of Payments</b>	<b>63</b>
Balance of Payments Developments	64
Current Account	64
Goods Account (trade balance)	65
Services Account	67
Income Account	67
Current Transfers Account	68
Capital and Financial Account	68
Foreign Direct Investment	68
<b>Chapter 12. Foreign Exchange and Trade Policy</b>	<b>71</b>
Trade	71
Imports	72
Exports	74
Terms of Trade	76
Foreign Exchange and Gold Markets Developments	77
<b>Chapter 13. Monetary and Banking Policy and Performance</b>	<b>81</b>
Banking System Performance	83
Banking System and Public Sector	84
Banking System and Non-public Sector	84
Liquidity	87
Sources and Uses of Funds of Public Commercial Banks	90
Sources and Uses of Funds of Specialized Banks	90
Sources and Uses of Funds of Private Banks and Non-bank Credit Institutions	90
Banking Sector Developments	91
<b>Chapter 14. Payment Systems</b>	<b>95</b>
Notes and Coins	95
Interbank Clearing House	96
Electronic Payment System	96
Electronic Settlement System	99
Total Value of Transactions	100

<b>Chapter 15. Insurance</b>	<b>103</b>
Performance of Insurance Market	103
Assets and Liabilities of Insurance Companies	105
<b>Chapter 16. Capital Market</b>	<b>107</b>
Share and Rights Trading	108
Iran Mercantile Exchange	113
Participation Papers	114
<b>Chapter 17. Price Trends</b>	<b>115</b>
Consumer Price Index	115
Producer Price Index	118
Exportable Goods Price Index	119
Circulation Velocity of Money	120
<b>PART TWO (Administrative Organization, Balance Sheet and Profit and Loss Account)</b>	
Executive Board	122
Money and Credit Council	123
Board of Auditors	124
Note-Reserve Control Board	124
Balance Sheet	126
Profit and Loss Account	128
Details of Balance Sheet	130
Details of Profit and Loss Account	134
<b>PART THREE (Statistical Appendix)</b>	
List of Tables	138
<b>TABLES</b>	
1.1 Gross Domestic Product by Various Economic Sectors (at constant 1383 prices)	1
1.2 Gross Domestic Expenditure (at constant 1383 prices)	3
2.1 Agricultural Products	5
2.2 Cumulative Precipitation	5
2.3 Production and Area under Cultivation of Major Farming and Horticultural Products	6
2.4 Yield of Major Farming and Horticultural Products per Unit Area of Land Cultivation	7
2.5 Livestock Products	7
2.6 Fishery Products and Exports	7
2.7 Guaranteed Purchase Price of Major Agricultural Products	8
2.8 Subsidy Payments under Budgetary Measure No. 520000 in 1392	8
2.9 Credits for Acquisition of Non-financial–National Assets for Development of "Agriculture and Natural Resources" and "Water Resources"	8

## CONTENTS

2.10	Outstanding Facilities Extended by Banks and Non-bank Credit Institutions to Public and Non-public Agriculture Sectors	9
2.11	Facilities Extended by Bank Keshavarzi Iran by Term of Repayment	10
2.12	Performance of Agricultural Insurance Fund	10
2.13	Rural, Women, and Agricultural Cooperatives and Unions	11
2.14	Insured Farming and Horticultural Lands and Amount of Compensation	11
2.15	Exports of Agricultural Products	11
2.16	Imports of Agricultural Products	12
2.17	Trade Balance of Agricultural Products	12
2.18	Terms of Trade for Agriculture Sector	12
3.1	OPEC Primary Energy Consumption in 2013	14
3.2	OPEC Crude Oil Proven Reserves	14
3.3	OPEC Crude Oil Production	15
3.4	OPEC Oil Consumption	15
3.5	OPEC Natural Gas Proven Reserves	16
3.6	OPEC Natural Gas Production	16
3.7	OPEC Natural Gas Consumption	16
4.1	Selected Manufacturing and Mining Products	19
4.2	Performance of Petrochemical Industry	20
4.3	Credits for Acquisition of Non-financial–National Assets in Manufacturing and Mining Sector and Industrial Research Project	20
4.4	Outstanding Facilities Extended by Banks and Non-bank Credit Institutions to Manufacturing and Mining Sector	21
4.5	Number, Investment, and Employment of Establishment and Operation Permits Issued for Manufacturing Groups	22
4.6	Average Capital Formation and Employment Generation of New Manufacturing Permits	22
4.7	Issued Mining Permits	23
5.1	Private Sector Investment in New Buildings in Urban Areas (at current prices)	25
5.2	Private Sector Investment in New Buildings in Urban Areas based on Construction Phases (at current prices)	26
5.3	Credits for Acquisition of Non-financial–National Assets in Housing Sector in 1392	26
5.4	Outstanding Facilities Extended by Banks and Non-bank Credit Institutions to Housing and Construction Sectors	27
5.5	Facilities Extended by Bank Maskan	27
5.6	Facilities Extended by Bank Maskan based on Contracts	28
5.7	Construction Permits Issued by Municipalities in Urban Areas	28
5.8	Housing Starts by Private Sector in Urban Areas	29
5.9	Buildings Completed by Private Sector in Urban Areas	29

## ECONOMIC REPORT AND BALANCE SHEET 1392

5.10	Land Price Index by Urban Areas	30
5.11	Residential Units Completed by Private Sector in Urban Areas	30
5.12	Construction Indices	31
6.1	Performance of Transportation Fleet in 1392	33
6.2	Credits Paid for Acquisition of Non-financial–National Assets in Transportation Sector	34
6.3	Road Transport	34
6.4	Rail Transport	35
6.5	Air Transport	35
6.6	Loading and Unloading of Goods at Ports	36
7.1	Imports and Stock of Major Foodstuffs	38
7.2	Credits for Acquisition of Non-financial–National Assets in Domestic Trade Sector	38
7.3	Net Outstanding Facilities Extended by Banks and Non-bank Credit Institutions to Domestic Trade Sector	39
7.4	Cooperatives Active in Domestic Trade Sector	40
7.5	Number of Entities Holding Business Permits	40
8.1	Vital Statistics	41
8.2	Population and Labor Market Developments	43
8.3	Facilities Extended to SMEs	44
8.4	Performance of Unemployment Insurance Fund	45
8.5	Ceased Benefits and Reasons	45
8.6	Number of University Students	47
9.1	Comparison of Changes and Share of Expenditure Groups in Gross Household Expenditure in Urban Areas	51
9.2	Comparison of Changes and Share of Expenditure Groups in Gross Household Expenditure in Urban Areas (in real terms)	52
9.3	Comparison of Growth in Household Gross Expenditure in Urban Areas with Inflation for Different Expenditure Groups in 1392	52
9.4	Comparison of Average Household Gross Expenditure in Various Deciles in Urban Areas (at current and constant prices)	53
9.5	Share of Various Expenditure Groups in Deciles in Urban Areas in 1392	54
9.6	Income Inequality Metrics in Urban Areas	55
9.7	Number of People Covered by Imam Khomeini Relief Foundation and Grants Provided	55
9.8	Number of Brokerage Firms and People Insured by Rural Insurance Fund	56
9.9	Iran's HDI Value	57
10.1	Sources and Uses of Government General Budget	61
10.2	Government Fiscal Position	62
11.1	World Trade Growth	63
11.2	Ratio of Current Account to GDP	63

## CONTENTS

11.3	Current Account Balance	64
11.4	Goods Account	65
11.5	Exports	66
11.6	Imports	66
11.7	Ratio of Current Account, Goods Account, Exports, and Imports of Goods to GDP	66
11.8	Services Account	67
11.9	Income Account	67
11.10	Capital and Financial Account	68
11.11	Financial Account	69
11.12	Foreign Investment Inflows in the form of Foreign Direct Investment	69
11.13	Foreign Exchange Obligations	70
12.1	Foreign Trade	71
12.2	Composition of Imports by Use	73
12.3	Value of Imports by Major Components	73
12.4	Value of Exports	74
12.5	Value of Exports of Industrial Goods	75
12.6	Value of Exports of Agricultural and Traditional Goods	75
12.7	Value of Exports according to International Classification of Goods	76
12.8	Terms of Trade (through Customs)	77
12.9	Interbank Market Transactions	79
12.10	Interbank Market Transactions by Foreign Currencies	79
13.1	Provisional Profit Rate of Term Investment Deposits Approved by Banks	81
13.2	Major Items in Assets and Liabilities of the Banking System	83
13.3	Change in Net Claims of Banking System on Public Sector	84
13.4	Outstanding Facilities Extended by Banking System to Non-public Sector	85
13.5	Composition of Outstanding Facilities Extended by Banking System to Non-public Sector by Contracts	86
13.6	Share of Economic Sectors in Increase in Net Outstanding Facilities Extended by Banking System to Non-public Sector	86
13.7	Ratio of Overdue, Non-performing, and Doubtful (Non-current) Claims to Total Facilities Extended by Banking System (in Rial)	86
13.8	Banks' Performance on Scheduled Facilities in 1392	87
13.9	Liquidity and its Determinants	87
13.10	Contribution of Factors Affecting Liquidity Growth	88
13.11	Contribution of Factors Affecting Monetary Base Growth	89
13.12	Composition of Liquidity	89
13.13	Composition of Long-term Deposits	89



## ECONOMIC REPORT AND BALANCE SHEET 1392

13.14	Number of Banking Units	91
13.15	Number of Issued and Cancelled Banks' and Credit Institutions' Licenses in 1392	93
13.16	Number of Licenses Issued, Renewed, and Cancelled for Institutions Active in Unorganized Money Market in 1392	93
14.1	Notes and Coins with the Public and their Ratio to Macroeconomic Indicators	95
14.2	Sight Deposits and their Ratio to Macroeconomic Indicators	96
14.3	Volume and Value of Transactions Processed through Interbank Clearing House	96
14.4	Number of Electronic Payment Instruments	97
14.5	Bank Cards	97
14.6	Volume and Value of Electronic Transactions Processed through the Banking Sector	98
14.7	Volume and Value of Interbank Transactions Processed through SHETAB	98
14.8	Volume and Value of Transactions Processed through SAHAB	99
14.9	Volume and Value of Transactions Processed through SATNA	99
14.10	Volume and Value of Transactions Processed through PAYA	100
14.11	Total Value of Transactions Processed through the Banking Sector	101
14.12	Share of Non-cash Payment Instruments in Total Volume and Value of Non-cash Transactions	102
15.1	Performance of Insurance Market	104
15.2	Assets and Liabilities of Insurance Companies	105
16.1	Activity Indicators of TSE	108
16.2	TSE Indices	108
16.3	Share and Rights Trading on the TSE	109
16.4	Volume of Trading and Number of Buyers	110
16.5	Market Capitalization, Turnover Ratio, and Ratio of Shares Traded to Shares Issued	110
16.6	Shares Offered by Public Sector and Banks	111
16.7	Number of Companies Listed on TSE	112
16.8	Capital Increase of TSE and OTC Listed Companies	112
16.9	Total Value and Volume of OTC Transactions in 1392	114
16.10	Issuance of Participation Papers	114
16.11	Joint Investment Funds	114
17.1	Annual Average Percentage Change in Price Indices	115
17.2	Annual Average Consumer Price Index in Urban Areas	117
17.3	Annual Average Producer Price Index	118
17.4	Annual Average Price Index of Exportable Goods	119
17.5	Total Return on Assets (price movements+yields)	120
17.6	Circulation Velocity of Monetary Aggregates	120

## CONTENTS

### FIGURES

1.1	GDP Growth (1383=100)	1
1.2	Economic Sectors' Contribution to GDP Growth (1383=100)	2
1.3	Expenditure Items' Contribution to GDE Growth (1383=100)	2
2.1	Production of Major Farming Products	6
2.2	Outstanding Facilities Extended by Banks to Non-public Agriculture Sector	9
2.3	Facilities Extended by Bank Keshavarzi Iran	9
3.1	OPEC Members' Production Quotas in 2013	14
4.1	Growth in Value-added of Manufacturing and Mining Sector (at constant 1383 prices)	19
4.2	Change in Outstanding Facilities Extended to Non-public Manufacturing and Mining Sector and Government Development Expenditures	21
5.1	Floor Space in Construction Permits for Private Sector	28
5.2	Performance of Mehr Housing Program as of Implementation until end-1392	30
5.3	Growth in Housing Sector Indices (1390=100)	31
6.1	Growth in the Number of Carried Passengers	34
6.2	Shares of Passenger and Freight Vehicles based on Age of Vehicles by end-1392	35
6.3	Volume of Carried Goods	36
8.1	Share of Employment by Various Economic Sectors	43
8.2	Education Quality Indicators in Iran	46
9.1	Share of Expenditure Groups in Urban Areas in 1392	51
9.2	Average Household Expenditure in Urban Areas Compared to Average Expenditure of Different Deciles of Urban Households in 1392	53
9.3	Comparison of Gross Household Expenditure with Income at Constant 1390 Prices	54
9.4	Comparison of Lorenz Curves	55
10.1	Composition of Government Budget	60
10.2	Government Fiscal Position	61
10.3	Ratio of Selected Budget Figures to GDP	61
10.4	Ratio of Selected Budget Figures to GDP	62
11.1	Ratio of World Trade (sum of exports and imports of goods and services) to World GDP	63
11.2	Current Account Balance Components	64
11.3	Total and Non-oil Current Account Balance	65
11.4	Ratio of External Trade Balance to GDP	65
11.5	Export-Import Ratio	66
11.6	Current Transfers Account	68
12.1	Export-Import Ratio	71
12.2	Growth Rate of Imports	72
12.3	Composition of Imports by Use	72

## ECONOMIC REPORT AND BALANCE SHEET 1392

12.4	Composition of Imports in Terms of Value	73
12.5	Composition of Imports in Terms of Volume	73
12.6	Growth Rate of Exports	74
12.7	Composition of Exports of Industrial Goods in Terms of Value	75
12.8	Composition of Exports of Agricultural and Traditional Goods in Terms of Value	75
12.9	Terms of Trade	76
12.10	Developments of the US Dollar in the Official Market	78
12.11	Developments of the Euro in the Official Market	78
13.1	Major Economic Variables	83
13.2	Public and Non-public Sectors Indebtedness to Banks and Credit Institutions (excluding profit receivables)	85
13.3	Liquidity Growth and its Determinants	87
13.4	Factors Affecting Liquidity Growth	88
14.1	Share of Electronic Payment Instruments in Total Volume of Electronic Transactions in the Banking Sector in 1392	98
14.2	Share of Electronic Payment Instruments in Total Value of Electronic Transactions in the Banking Sector in 1392	98
14.3	Share of Non-cash Payment Instruments in Total Volume of Non-cash Transactions in 1392	101
14.4	Share of Non-cash Payment Instruments in Total Value of Non-cash Transactions in 1392	101
15.1	Performance of Insurance Market	103
15.2	Share of Insurance Companies in Direct Premium and Paid Loss in 1392	104
15.3	Share of Insurance Companies in Issued Insurance Policies and Number of Paid Losses in 1392	105
16.1	TSE Share Trading	109
16.2	Comparison of Growth Rate of TEDPIX with Inflation	109
16.3	TSE Monthly Indices	111
16.4	Value of Offered Shares	111
17.1	Changes of CPI and PPI (1390=100)	115
17.2	Contribution of Major Groups to the Growth of CPI in 1392	116
17.3	Contribution of Special Groups to the Growth of PPI in 1392	119

## ABBREVIATIONS

ATM	Automated Teller Machine
CBI	Central Bank of the Islamic Republic of Iran
CPI	Consumer Price Index
FYDP	Five-Year Development Plan
GDP	Gross Domestic Product
kWh	Kilowatt-hour
mb/d	Million barrels per day
MCC	Money and Credit Council
NDF	National Development Fund
NIGC	National Iranian Gas Company
NIOC	National Iranian Oil Company
NIORDC	National Iranian Oil Refining and Distribution Company
OPEC	Organization of Petroleum Exporting Countries
OSF	Oil Stabilization Fund
POS	Point of Sale
PPI	Producer Price Index
Rls.	Rials
SCI	Statistical Center of Iran
SMEs	Small and Medium-size Enterprises
TEDPIX	Tehran Stock Exchange Dividend and Price Index
TEPIX	Tehran Stock Exchange Price Index
TEU	Twenty-foot Equivalent Unit
TSE	Tehran Stock Exchange

## SYMBOLS

—	Negligible fraction.
..	Figure not available.
*	Figure is not a significant decimal fraction.
□	Figure is provisional.
▲	Previous figure now revised.
▣	More than 500 percent increase.
∅	Calculation (of percentage change) is not possible.

The year 1392 corresponds to 2013/14 (starting March 21, 2013 and ending March 20, 2014).

In all tables, components may not sum to total because of rounding.

"Billion" means a thousand million; "trillion" means a thousand billion.