



Central Bank of the Republic of Azerbaijan



# Digital ID & Financial inclusion in Azerbaijan

18th Annual NBP-SNB Joint Seminar: Digital Finance

# Azerbaijan



Population  
**10.3 mln**

Banks  
**25**

Capital  
**Baku**

Non-cash payments  
**40%**

# Digital Financial Services

2019

First edition of Account opening regulation with distant account opening possibility through the video identification

2020

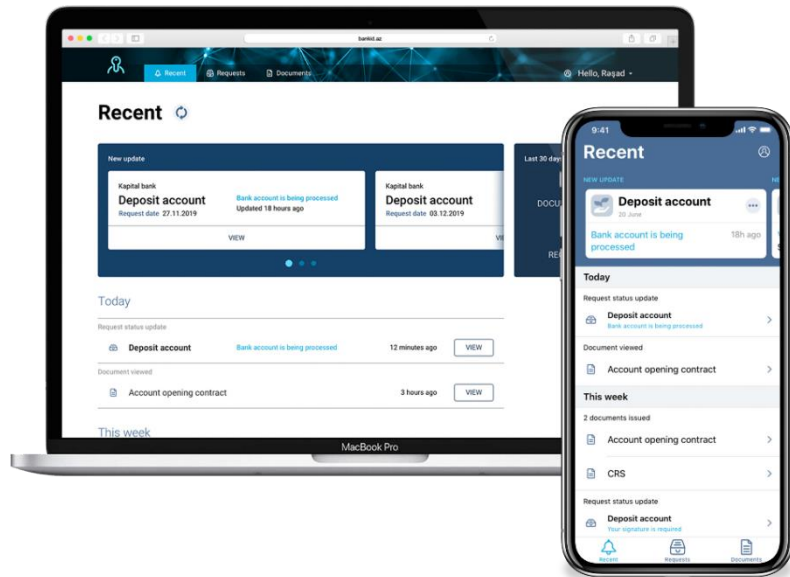
Introduction of BankID system, digital identification system for financial sector

2022

New edition of Account opening regulations with introduction of SCA and video identification through face recognition



# BankID – Digital ID for financial sector

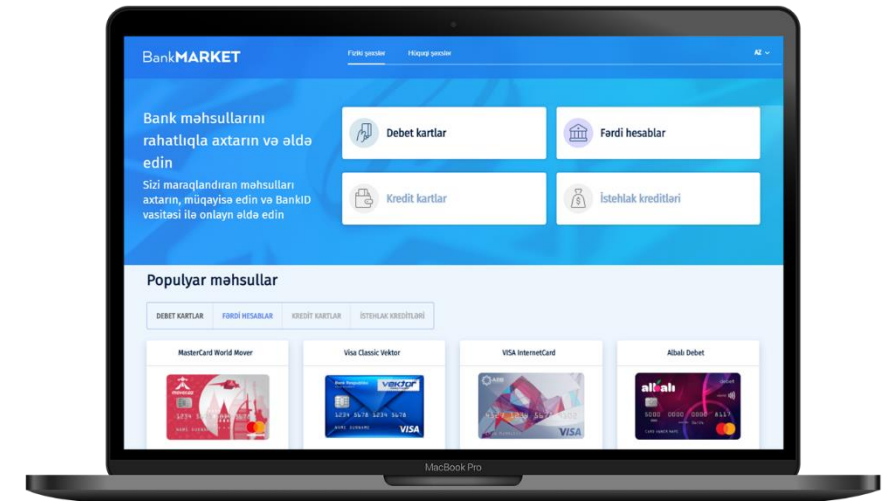


Launch  
**October 2020**

Banks  
**19**

Products  
**200 +**

## BankMARKET



# BankID services



Open account for individuals



Customers video-identification service



Open account for companies

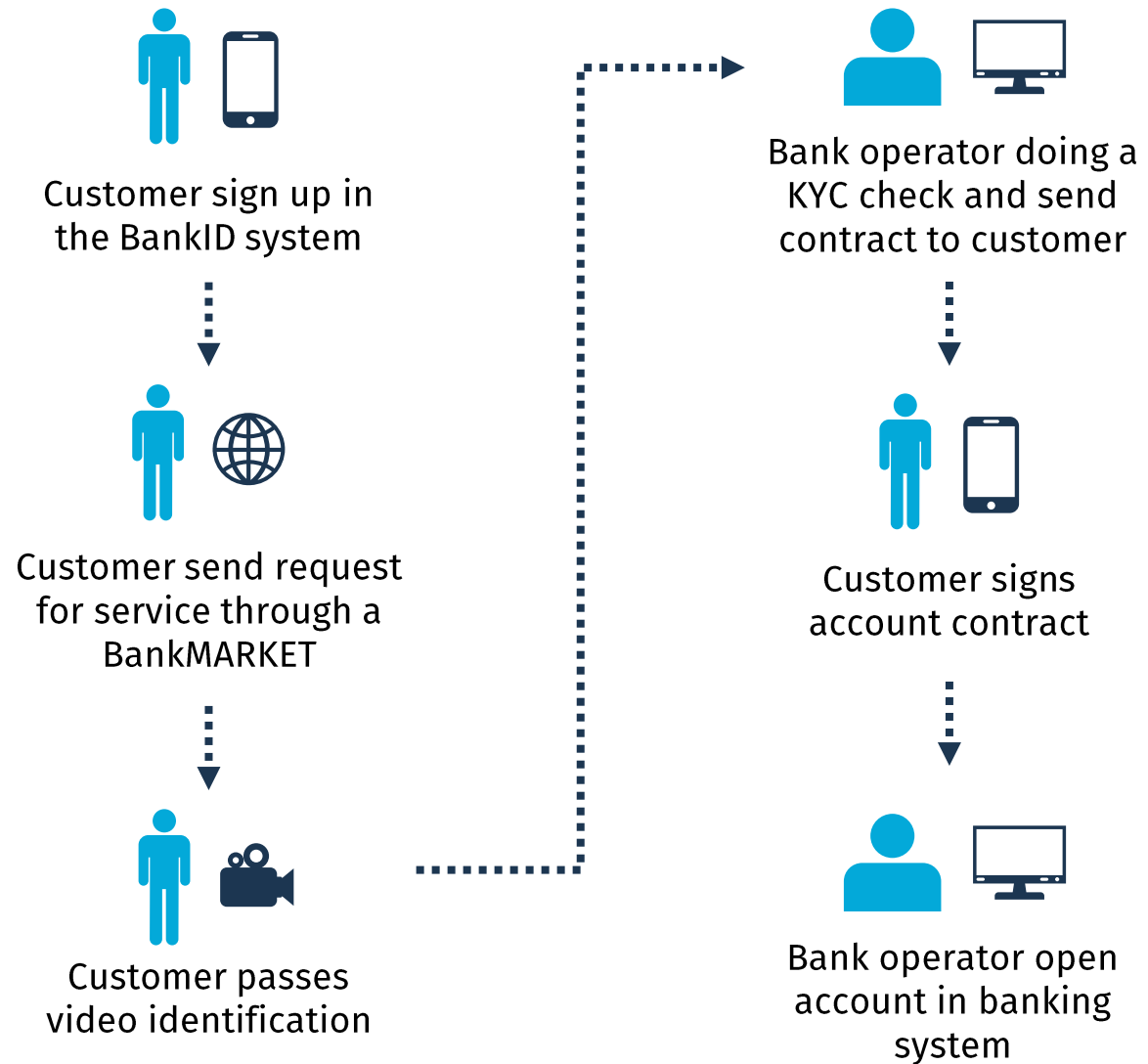


Signing digital contracts in customer-bank relations



Applying for a loans

# Open account process



# BankID - future plans

## E-KYC

### Customers



Individuals



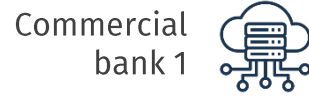
Entrepreneurs



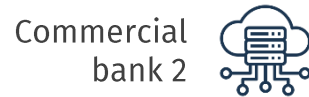
Legal entities



Bank's mobile app



Commercial bank 1



Commercial bank 2



Central Bank

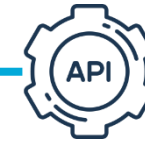
**BLOCKCHAIN**



Commercial bank N



Commercial bank 3



API

### Data owners



Financial institutions

### Service providers

Identification and verification services

Customer data services

Sanction list check services

# Digital ID

## E-Government

Using electronics government services



## Education

Sending applications related to education; review of educational documents



## Financial services

Opening a bank account, carrying out online financial transactions



## SMART cities and villages

Using digital government services



## Insurance and health

Using insurance and healthcare services; getting insurance information



## Electronic services

Using shopping services; conducting business operations and making secure payments



**Digital ID**



# Identification tools in Azerbaijan



Mobile digital signature  
with special SIM-card

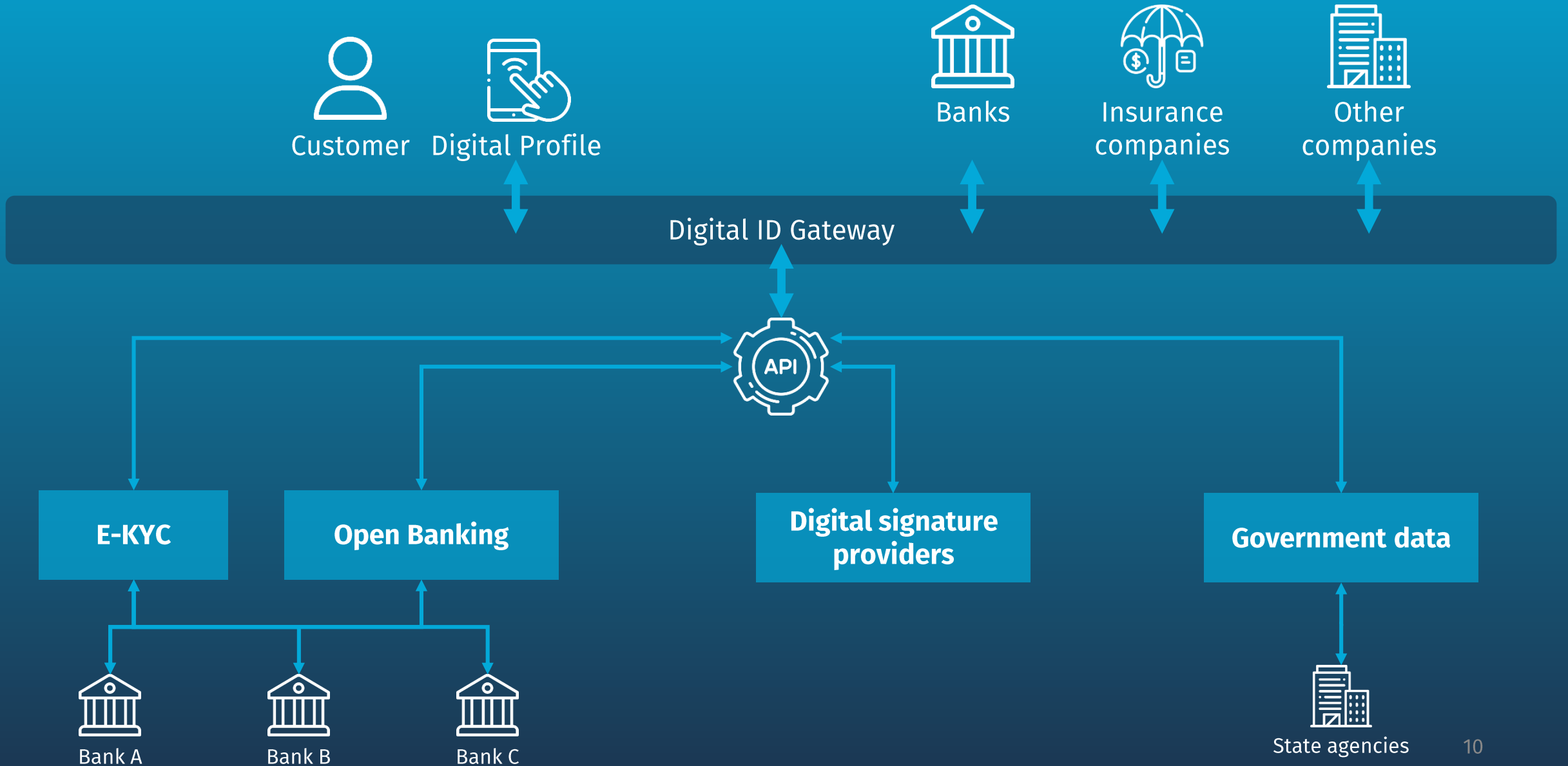


Digital signature with face  
recognition identification

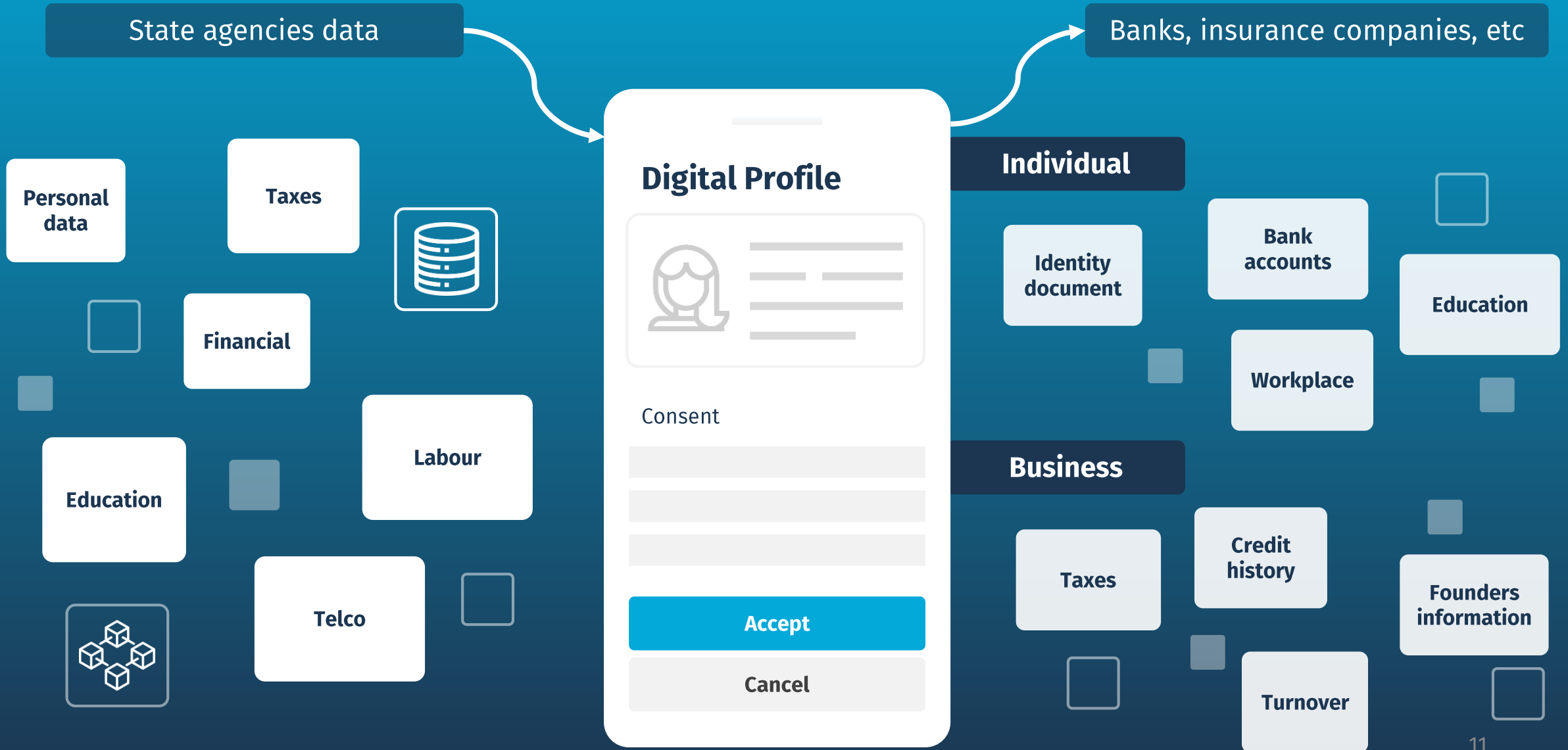


Single sign on service by  
citizen PIN code or digital  
signatures

# Digital ID conceptual approach



# Digital Profile



# Next steps

Implementation  
E-KYC system

Open Banking  
implementation

Discussing Digital  
ID concept with  
stakeholders



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**Thank you!**