

Turkiye: Weekly Banking Tracker

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- In the week ending by January 12, foreign currency adjusted weekly credit growth accelerated from 0.1% to 0.4% mainly due to consumer credits of private banks. Total credits' 13-week annualized trend fell, however, slightly from 26% to 25.6% due to carry over impact.
- Among the sub-segments of TL credits, TL commercial credits accelerated to a positive weekly growth rate from a negative level, led by private banks' SME credits. Consumer credits' weekly growth gained pace on top of general purpose loans of private banks. Strong weekly growth rates in auto loans observed in the last weeks of 2023 (due to seasonal impact of year-end campaigns) turned into negative in the last two weeks. Housing credits accelerated in private banks compared to negative rates in public banks which keeps its trend rate rather stable at around 0%. Consumer credit cards' weekly growth accelerated in the sector.
- Contraction in FC credits on a weekly basis turned into a strong positive growth due to SME lending in public banks and non-SME lending in private banks.
- In the case of deposits, TL deposits rose by TL 274bn led by the inflows to TL demand deposits of official institutions. Residents' FC deposits rose by \$1.1bn due to the increase in USD deposits of both households and corporates. Adjusted from price effects, FC deposits rose by almost \$900mn according to our calculations.
- The FC protected scheme (in US dollar terms) continued to fall by another USD 2.3bn to USD 84.6bn. The share of TL deposits excluding FC protected scheme in total deposits rose to 42.7% from 41.5% the week before (vs. the CBRT's target of 50% in 2024).
- Commercial credit rates rose by 75 bps to 53% whereas consumer rates remained stable at 62.1%, improving the spreads on both segments. Highest rise was in auto loan rates by 1416bps with its rate rising to 50.3%. General purpose loan and housing rates hover around 63.2% and to 42%, respectively.
- As released by the CBRT, TL deposit rates fell by 30bps to 46.2%. Among the brackets, the highest fall was in up to 1yr bracket with 91bps declining to 42%. The highest TL deposit interest rate remains to be in up to 3 months bracket with 51.1% (which fell from 51.3% last week).
- On FC deposit rates, EUR rates fell by 11bps to 1.2%; and USD deposit rates fell by 6bps to 2.6%. The highest FC deposit rates stand at up to 6 months maturity bracket in EUR with 1.6%; and in up to 1 yr bracket in USD with 3.9%.
- The Non-Performing Loans (NPL) ratio of the sector hovers around 1.6% (1.2% in public; 2.2% in private). The nominal amount of the NPL rose from TL 192bn to TL 193bn.

13-Week Average, Annualized Growth Rates (if not particularly specified)

Figure 1. Total Loans (FX adjusted)

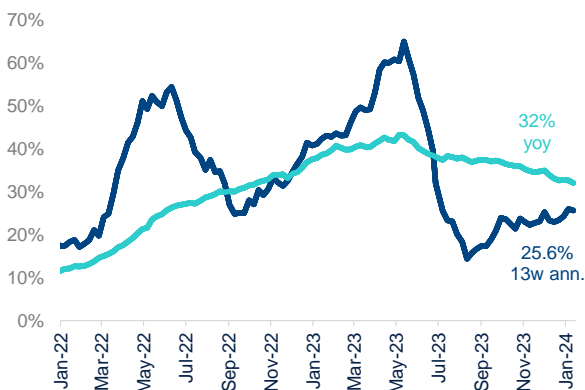


Figure 2. Total Loans (FX adjusted)



Figure 3. **Consumer Loans in Segments (4-week average)**

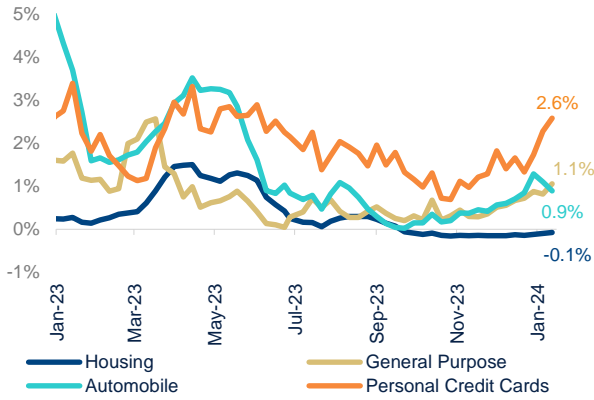


Figure 4. **Consumer Loans (w/o personal credit cards, 4-week average)**

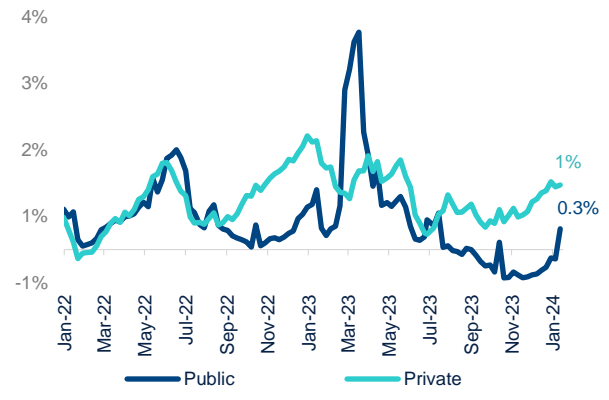


Figure 5. **Commercial Loans (TL & USD)**

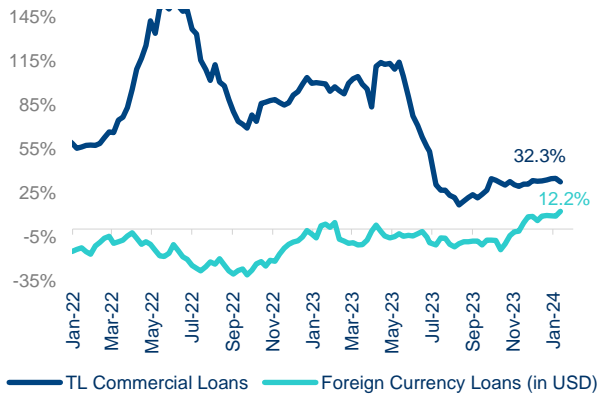


Figure 6. **TL Commercial Loans**



Figure 7. **TL SME Credit**

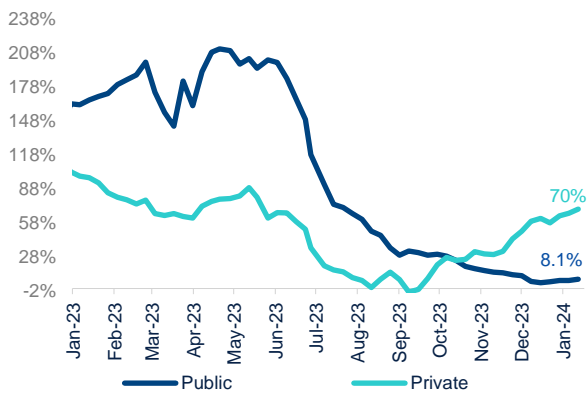


Figure 8. **TL Non-SME Commercial Credit**



Figure 9. **FC SME Credits (in USD)**

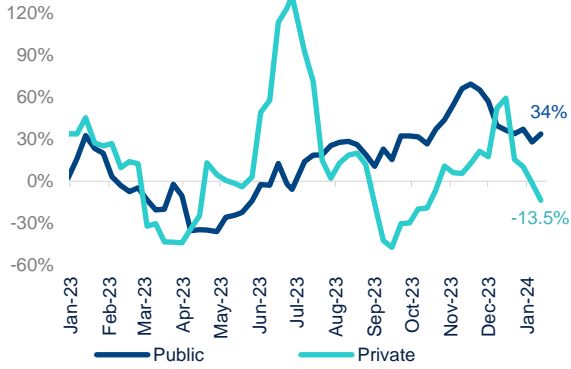


Figure 10. **FC Non-SME Credits (in USD)**

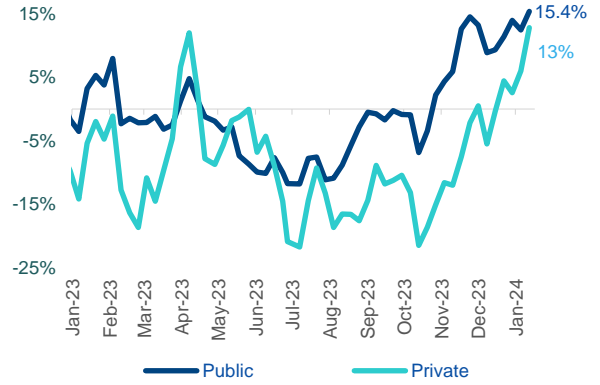


Figure 11. **Deposit Growth (TL & FC in USD)**

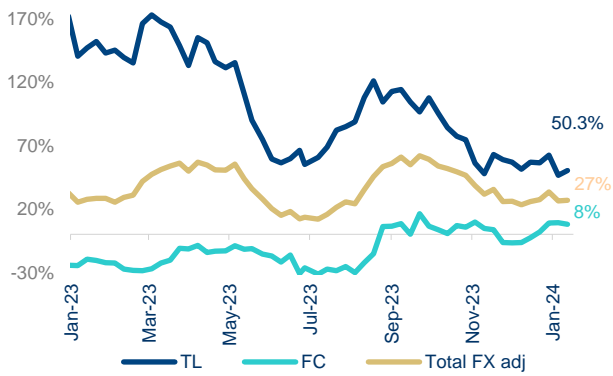


Figure 12. **FC Protected Time Deposits (bn USD)**

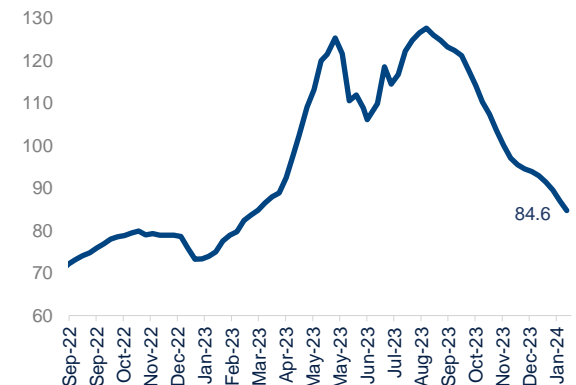


Figure 13. **Share of TL Deposits (% , excluding FC Protected Deposits)**

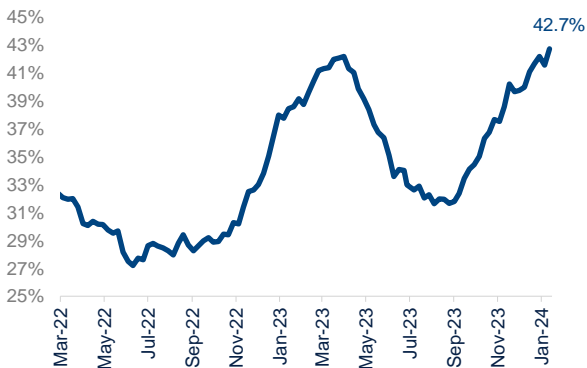


Figure 14. **Net FC Position of the Deposit Banks (% , ratio to Equity)**

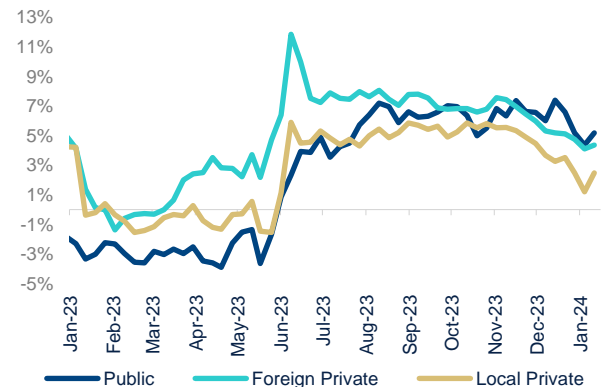


Figure 15. TL Interest Rates (%)

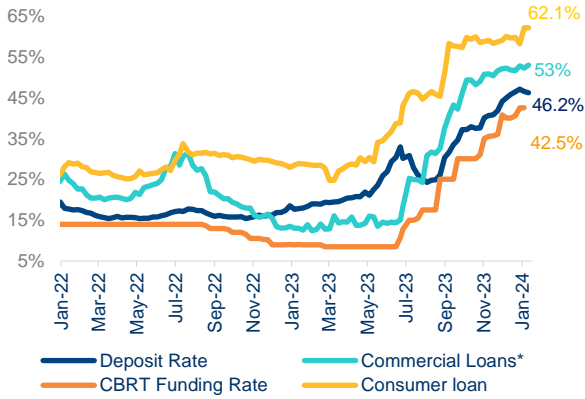


Figure 16. TL Deposit Interest Rates (%)

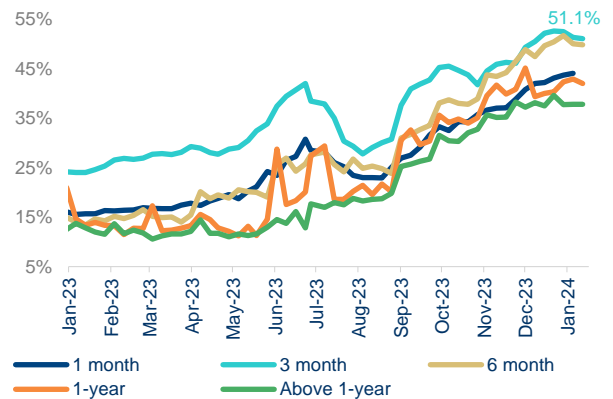


Figure 17. EURO Deposit Interest Rates (%)

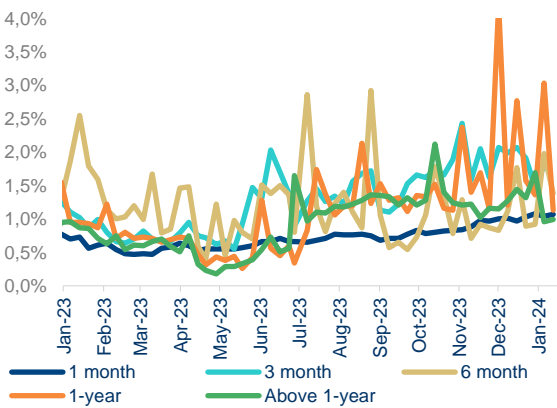


Figure 18. USD Deposit Interest Rates (%)

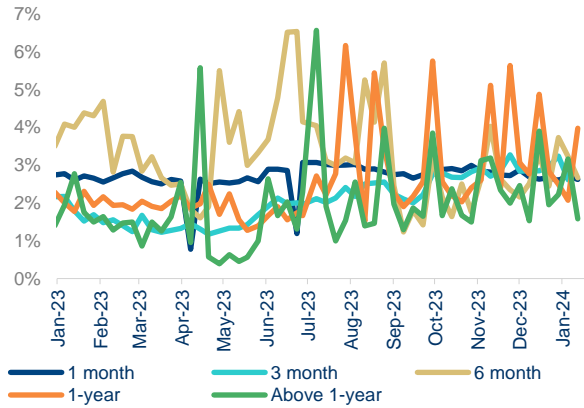


Figure 19. Consumer Interest Rates (%)

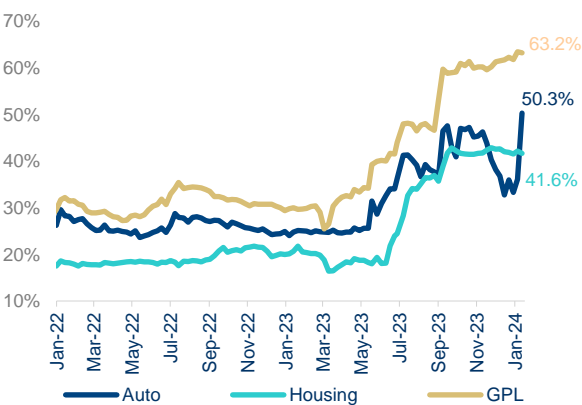
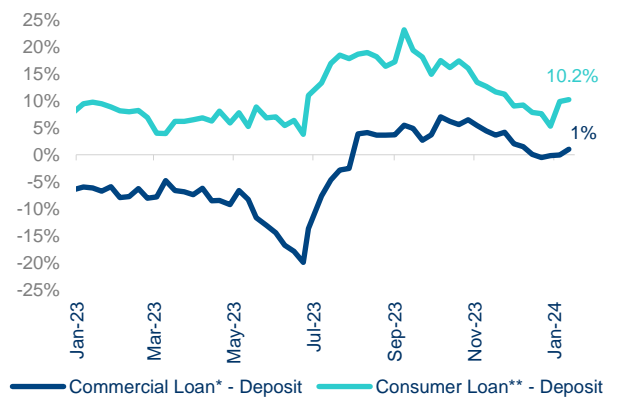


Figure 20. Interest Rate Spread (% , including TL RR cost)



* excludes corporate overdraft account rates and corporate credit card rates. ** excludes other consumer overdraft account rates.

* The FX adj. credits are calculated using the revised methodology of the CBRT on the exchange rate adjustment: [https://www.tcmb.gov.tr/wps/wcm/connect/bfdc8094-d67d-4a23-9e06-20332c809d6f/Kur+Etkisinden+Ar%C4%B1nd%C4%B1rma+Teknik+A%C3%A7%C4%B1klama+Final+-+BIS+\(Ortalama+kur\).pdf?MOD=AJPERES](https://www.tcmb.gov.tr/wps/wcm/connect/bfdc8094-d67d-4a23-9e06-20332c809d6f/Kur+Etkisinden+Ar%C4%B1nd%C4%B1rma+Teknik+A%C3%A7%C4%B1klama+Final+-+BIS+(Ortalama+kur).pdf?MOD=AJPERES)

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