

Turkiye: Weekly Banking Tracker

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- In the week ending by January 19, foreign currency adjusted weekly credit growth decelerated and turned to negative growth from 0.4% to -0.1% due to consumer credits of public banks. Total credits' 13-week annualized trend fell from 25.6% to 24.5%.
- Among the sub-segments of TL credits, TL commercial credits' weekly growth decelerated due to public banks' non-SME credits. Consumer credits' weekly growth turned to negative due to weekly contraction in all consumer sub-segments in public banks. Auto loans and general purpose loans (GPL) decelerated also in private banks. Consumer credit cards' weekly growth turned to negative in the sector.
- After a strong positive weekly growth last week, FC credits turned to negative growth again due to non-SME lending in the sector.
- In the case of deposits, TL deposits fell by TL 30bn led by the outflows from TL demand deposits of official institutions. Inflows into TL time deposits of hholds continued. Residents' FC deposits rose by \$346mn. Corporates' FC deposits rose by \$490mn compared to decline in hholds by \$131mn. Adjusted from price effects, FC deposits rose by \$917mn according to our calculations.
- The FC protected scheme (in US dollar terms) continued to fall at a decelerating pace by another USD 1.2bn and fell to USD 83.5bn. The share of TL deposits excluding FC protected scheme in total deposits remained at around 42.7% (vs. the CBRT's target of 50% in 2024).
- Commercial credit rates fell only very slightly by 2bps to 52.9% whereas consumer rates fell by 134bps to 60.7% worsening slightly the spreads on the consumer segment. Highest fall was in auto loan rates by 317bps with its rate falling to 47.1%. General purpose loan and housing rates fell by 127bps to 61.9% and by 24bps to 41.4%, respectively.
- As released by the CBRT, TL deposit rates continued to fall by another 30bps to 45.9%. Among the brackets, the highest fall was in up to 6months bracket with 200bps declining to 47.8%. The highest TL deposit interest rate remains to be in up to 3 months bracket with 49.98% (which fell from 51.1% last week).
- On FC deposit rates, EUR rates fell by 4bps to 1.19%; and USD deposit rates fell by 15bps to 2.5%. The highest FC deposit rates stand at up to 6 months maturity bracket in EUR with 1.6%; and in USD with 3%.
- The Non-Performing Loans (NPL) ratio of the sector rose slightly to 1.63% (1.21% in public; 2.2% in private). The nominal amount of the NPL rose from TL 193bn to TL 194bn with the increase in GPL and consumer credit card NPL amounts in both public and private banks.

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

Figure 1. **Total Loans (FX adjusted)**

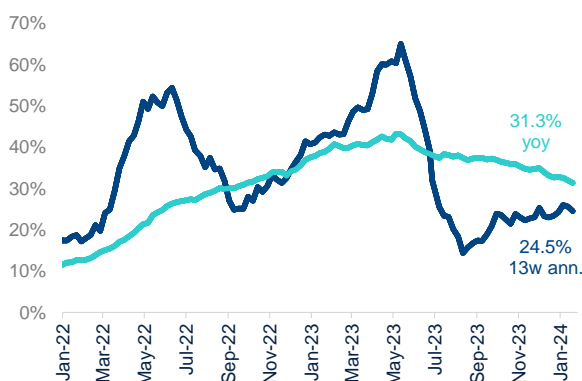


Figure 2. **Total Loans (FX adjusted)**



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

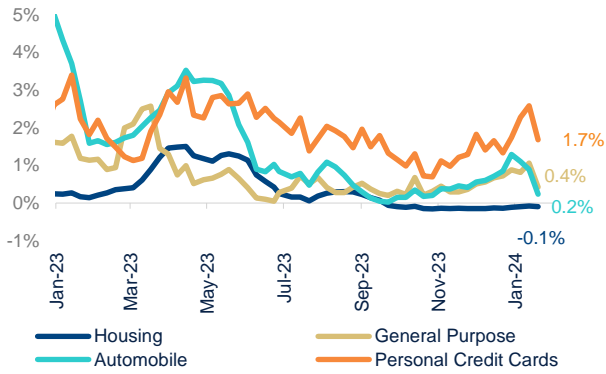


Figure 4. **Consumer Loans (w/o personal credit cards, 4-week average)**

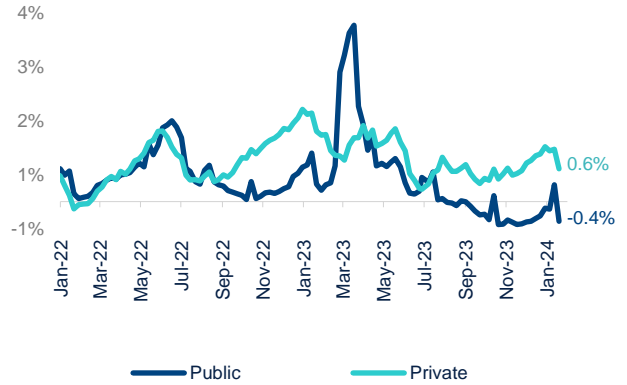


Figure 5. **Commercial Loans (TL & USD)**

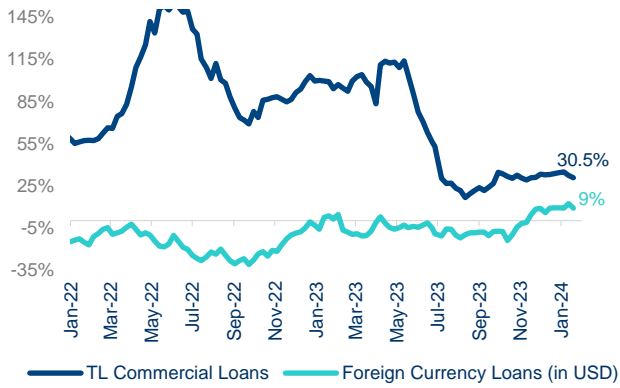


Figure 6. **TL Commercial Loans**



Figure 7. **TL SME Credit**

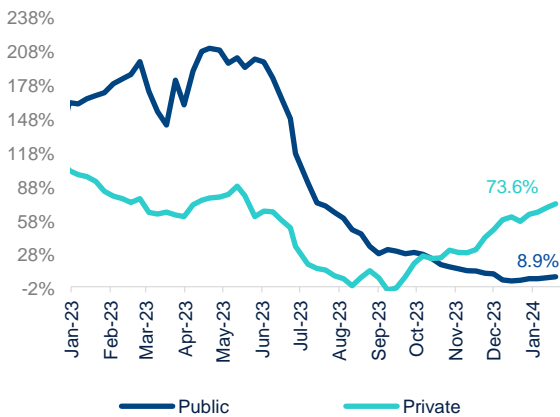


Figure 8. **TL Non-SME Commercial Credit**

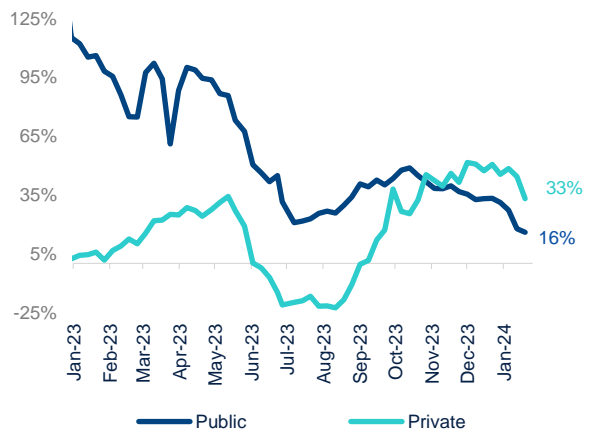


Figure 9. **FC SME Credits (in USD)**

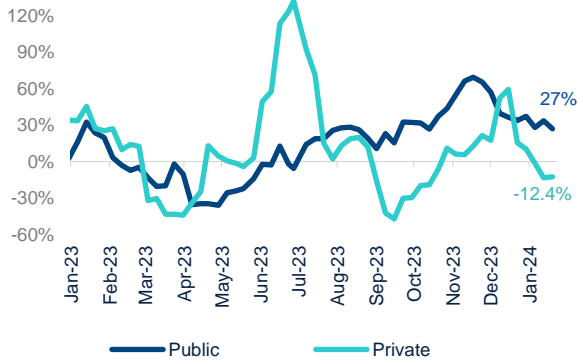


Figure 10. **FC Non-SME Credits (in USD)**

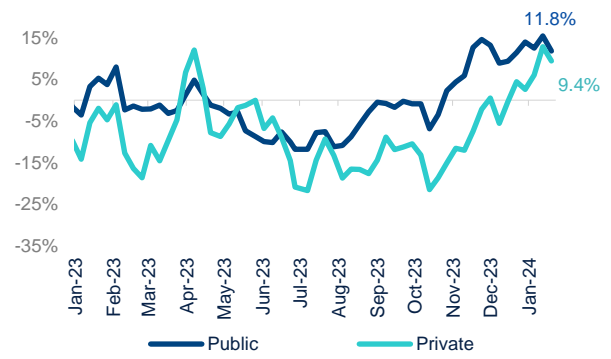


Figure 11. **Deposit Growth (TL & FC in USD)**

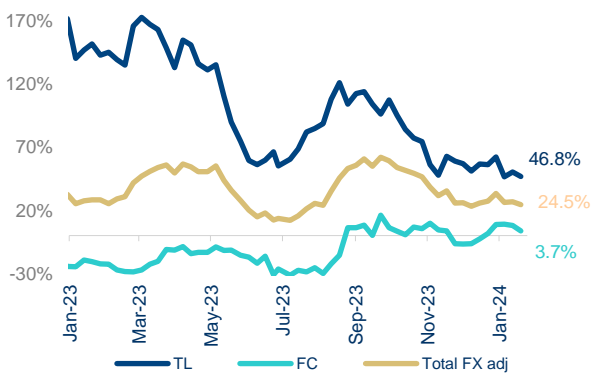


Figure 12. **FC Protected Time Deposits (bn USD)**



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

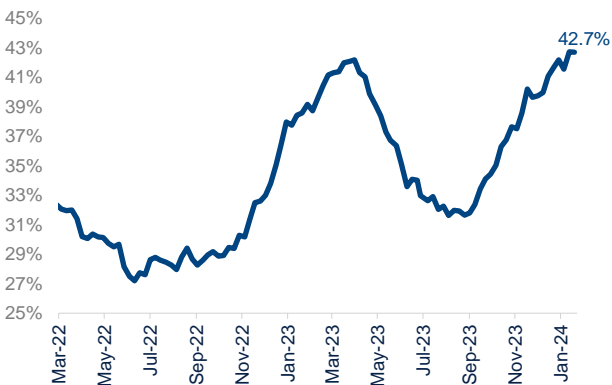


Figure 14. **Net FC Position of the Deposit Banks (% , ratio to Equity)**

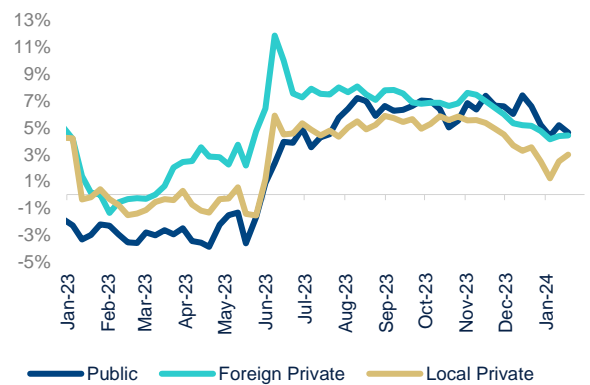


Figure 15. TL Interest Rates (%)

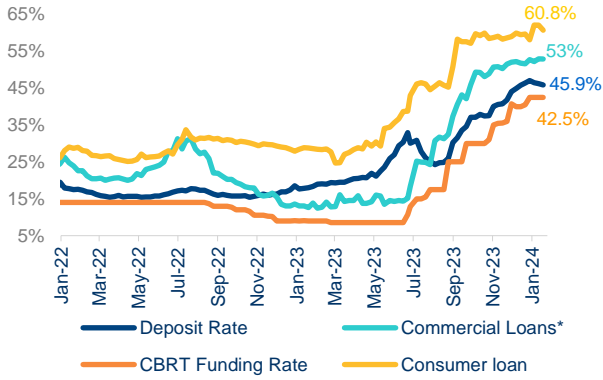


Figure 16. TL Deposit Interest Rates (%)

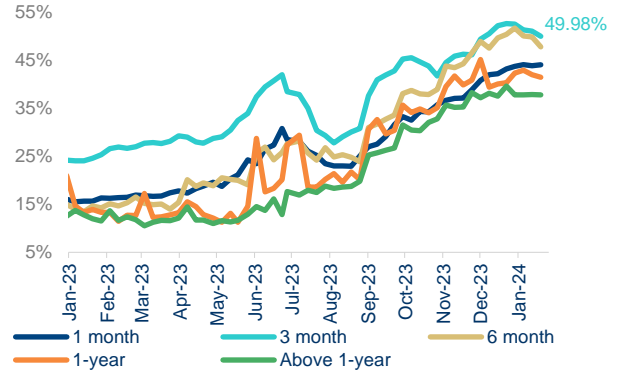


Figure 17. EURO Deposit Interest Rates (%)

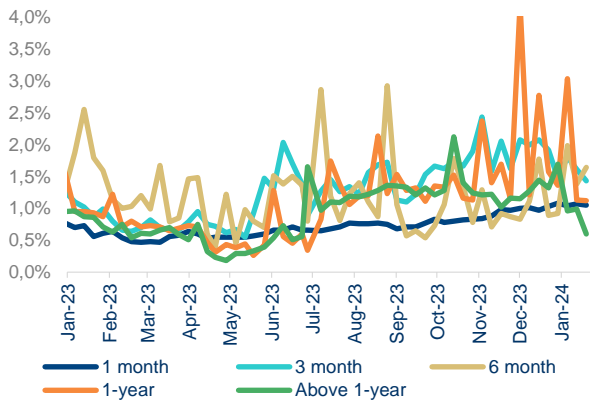


Figure 18. USD Deposit Interest Rates (%)

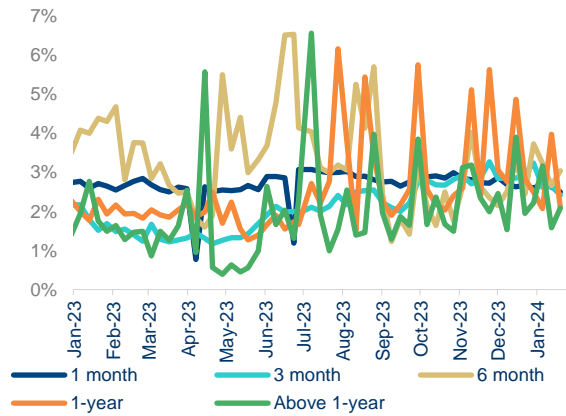


Figure 19. Consumer Interest Rates (%)

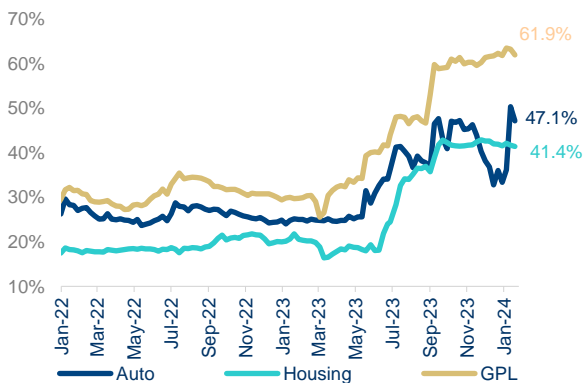
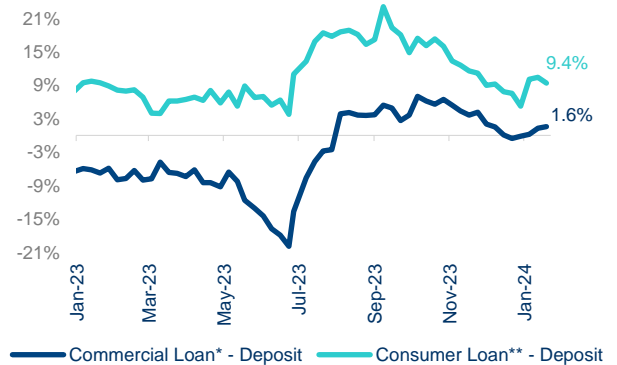


Figure 20. Interest Rate Spread (% , including TL RR cost)



* 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)

Source: BRSA, CBRT and Garanti BBVA Research

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