

# Turkiye: Weekly Banking Tracker

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- In the week ending by January 26, foreign currency adjusted weekly credit growth accelerated sharply and turned from negative growth to 0.8% due to both commercial and consumer credits in the sector. Total credits' 13-week annualized trend fell from 24.5% to 23.4% due to carry-over impact of the previous week.
- Among the sub-segments of TL credits, TL commercial credits' weekly growth accelerated due to SME credits of both public and private banks. Acceleration in consumer credits was mainly led by the general purpose loans in the sector. Last week's negative weekly growth in consumer credit cards turned to strong weekly growth in the overall sector.
- FC credits accelerated again with positive weekly growth thanks to SME lending of public banks.
- In the case of deposits, TL deposits rose by only TL18bn due to outflows from corporates' TL time deposits by around TL 93bn compared to increase in TL demand deposits of official institutions by TL 85bn. Residents' FC deposits rose by \$1bn due to an increase in both corporates' and households' USD deposits. Adjusted from price effects, FC deposits rose by \$1.1bn according to our calculations.
- The FC protected scheme (in US dollar terms) fell to USD 81.7bn. The share of TL deposits excluding FC protected scheme in total deposits rose slightly to 42.9% (vs. the CBRT's target of 50% in 2024).
- Commercial credit rates rose by 53bps to 53.5% whereas consumer rates fell by another 134bps to 59.4% leading to a further deterioration in consumer spread. Highest fall was in auto loan rates by 300bps with its rate falling to 44.1%. General purpose loan and housing rates fell by 117bps to 60.7% and by 17bps to 41.2%, respectively.
- As released by the CBRT, TL deposit rates rose by 46bps to 46.4% after three consecutive weeks of a downward trend. Among the brackets, the highest rise was in up to 6months bracket with 133bps rising to 49.1%. The highest TL deposit interest rate remains to be in up to 3 months bracket with 49.6%.
- On FC deposit rates, EUR rates fell by 1bps to 1.18%; and USD deposit rates fell by 11bps to 2.4%. The highest FC deposit rates stand at up to 6 months maturity bracket in EUR with 1.6%; and in up to 1 month in USD with 2.5%.
- The Non-Performing Loans (NPL) ratio of the sector fell to 1.62% (1.2% in public; 2.2% in private).

## 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)**

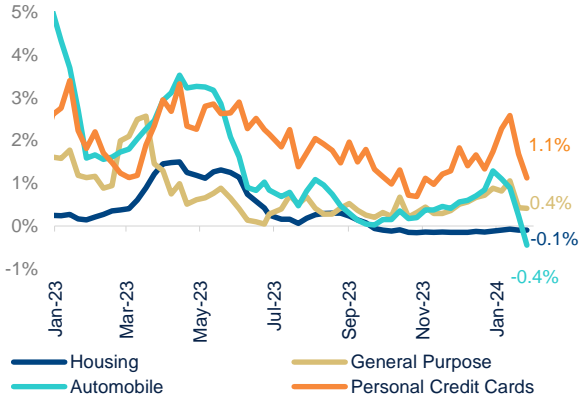


Figure 4. **Consumer Loans (w/o personal credit cards, 4-week average)**

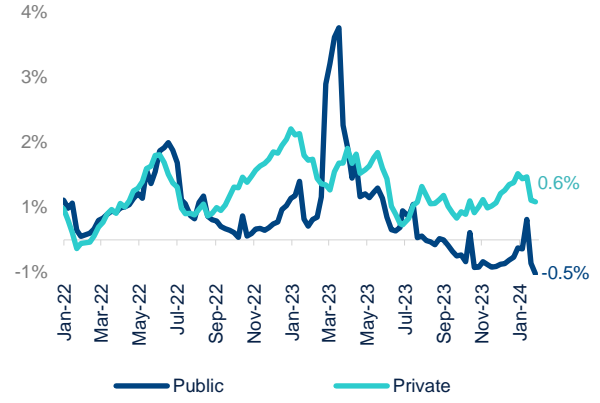


Figure 5. **Commercial Loans (TL & USD)**

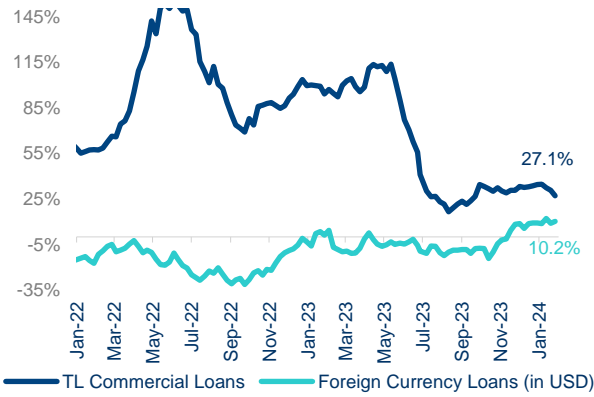


Figure 6. **TL Commercial Loans**

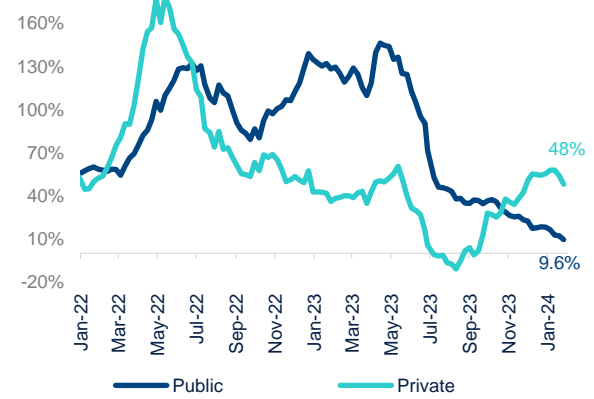


Figure 7. **TL SME Credit**

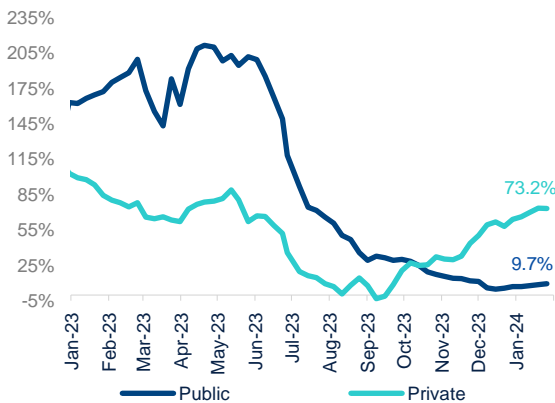


Figure 8. **TL Non-SME Commercial Credit**

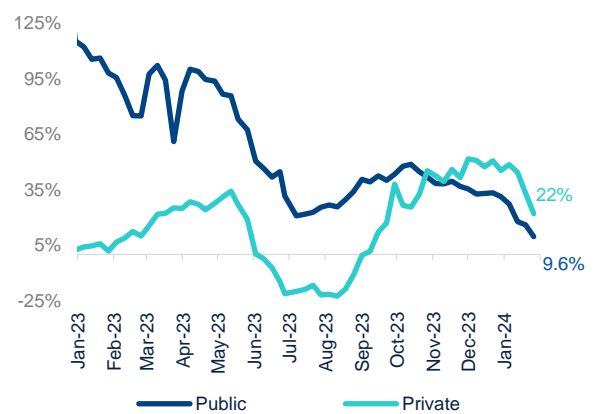


Figure 9. **FC SME Credits (in USD)**

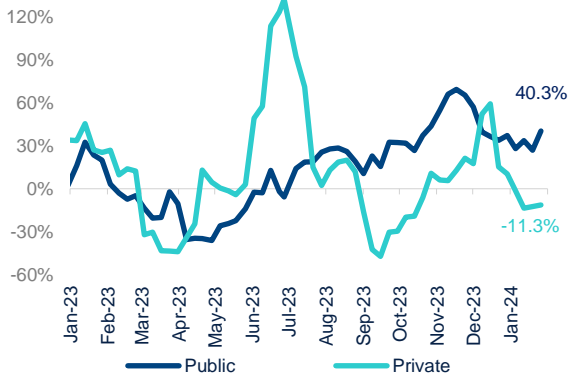


Figure 10. **FC Non-SME Credits (in USD)**

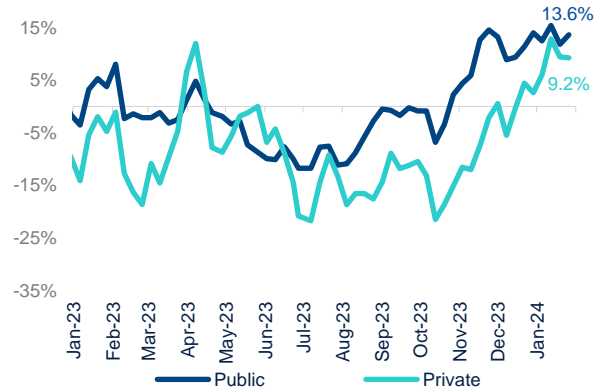


Figure 11. **Deposit Growth (TL & FC in USD)**

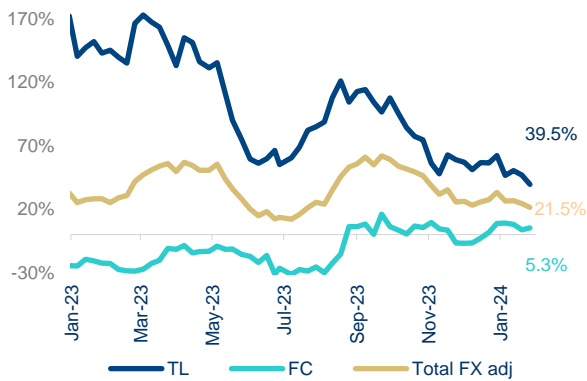


Figure 12. **FC Protected Time Deposits (bn USD)**

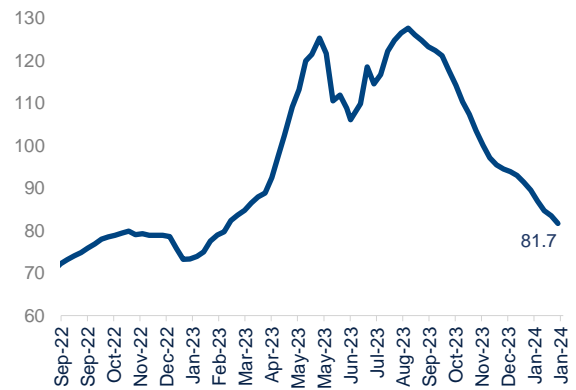


Figure 13. **Share of TL Deposits (% , excluding FC Protected Deposits)**

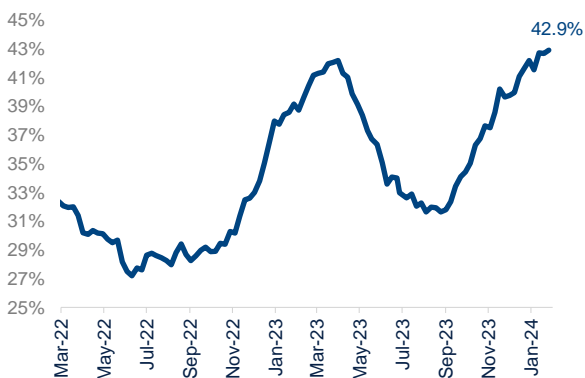


Figure 14. **Net FC Position of the Deposit Banks (% , ratio to Equity)**

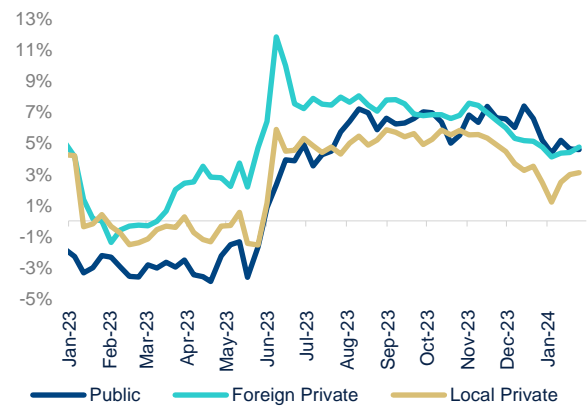


Figure 15. TL Interest Rates (%)

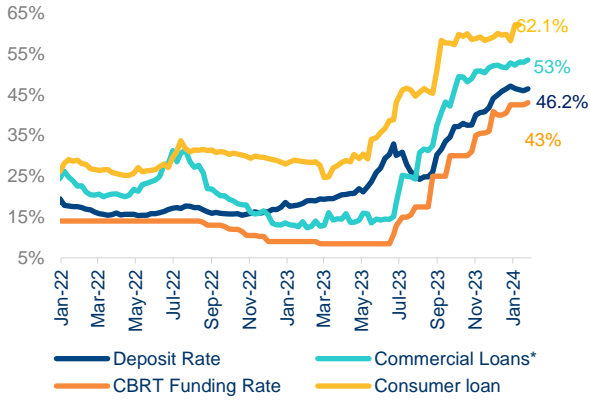


Figure 16. TL Deposit Interest Rates (%)

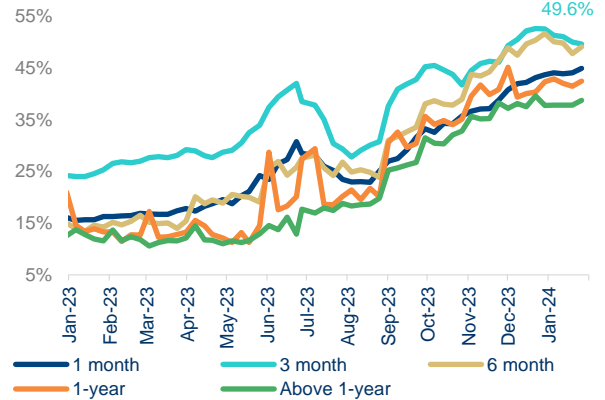


Figure 17. EURO Deposit Interest Rates (%)

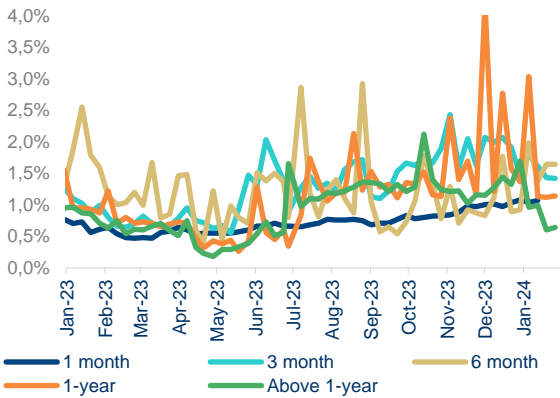


Figure 18. USD Deposit Interest Rates (%)

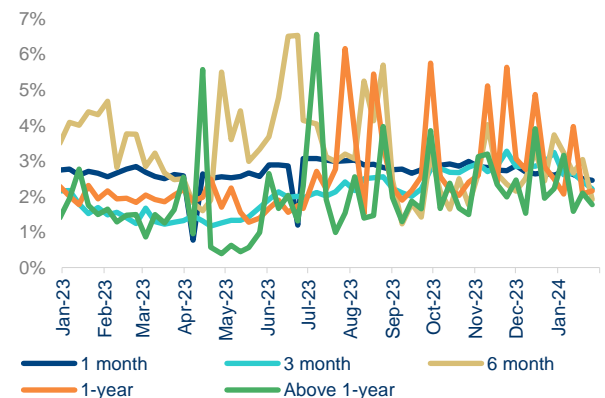


Figure 19. Consumer Interest Rates (%)

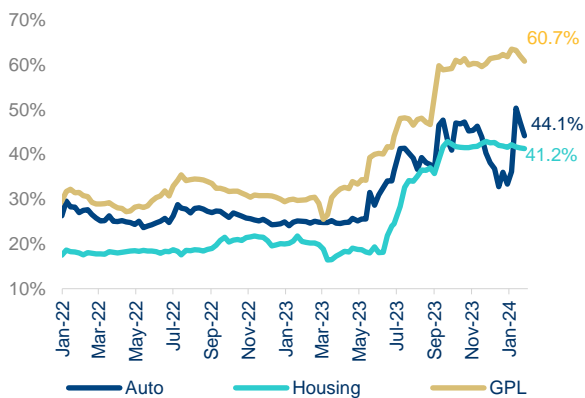
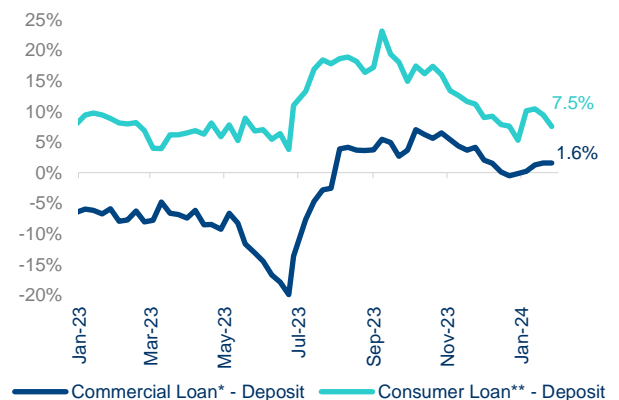


Figure 20. Interest Rate Spread (% , including TL RR cost)



\* 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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