Türkiye: Weekly Banking Tracker

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- Foreign currency adjusted weekly credit growth has been decelerating since the start of April; and fell from 0.3% to 0% in the week ending by April 9th, due to commercial credits of both public and private banks. Total credits' 13-week annualized trend fell from 36.5% to 34.3%.
- TL credits' weekly growth has been falling since 2 weeks led by the strong deceleration in TL SME credits of both private and public banks which in fact turned into a weekly contraction last week. After a negative weekly growth in the 1st week of April, consumer credits accelerated in the 2nd week of April (which was also the week of Ramadan Bayram holidays in Türkiye) due to the general purpose loans of the sector. Consumer credit cards' growth also rose strongly in the sector.
- The ongoing strong weekly growth of FC credits seen throughout March turned into a weekly contraction as well led both SME and non-SME lending in the sector.
- In the case of deposits, TL deposits rose by TL 116.5bn, with the rise in TL time deposits of households & corporates and also TL demand deposits of official institutions. Residents' FC deposits rose by $959mn led by the rise in hholds' gold deposits by $850mn. Adjusted from price effects, FC deposits fell by 340mn on a weekly basis and by $1.9bn year to date.
- The FC protected scheme (in US dollar terms) fell by almost $500mn to USD 71.3bn after its increase by around $1bn in the previous week. The share of TL deposits excluding FC protected scheme in total deposits rose to 43% (vs. the CBRT's target of 50% in 2024).
- Commercial credit rates fell by 284bps to 66.2% and consumer rates rose by 300bps to 82.1%. Increase in consumer rates was caused by the rise in auto rates which rose from 45.3% to 57%. General purpose loan rates remained at 83%.
- As released by the CBRT, TL deposit rates declined by 156bps to 58%. Among the brackets, the highest fall was in up to 6-month bracket with 188bps moving down to 59.3%. Highest TL deposit rate is in up to 3 months bracket with 65.9%.
- On FC deposit rates, EUR rates fell to 0.8%; and USD deposit rates fell to 1.88%. The highest FC deposit rates stand at up to 1-month maturity bracket in EUR with 0.9%; and in USD with 1.97%.
- The Non-Performing Loans (NPL) ratio of the sector rose to 1.53% (1.19% in public; 2% in private). The rise mainly stems from consumer credit cards which especially shows a fast increase since the start of March'24.

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

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

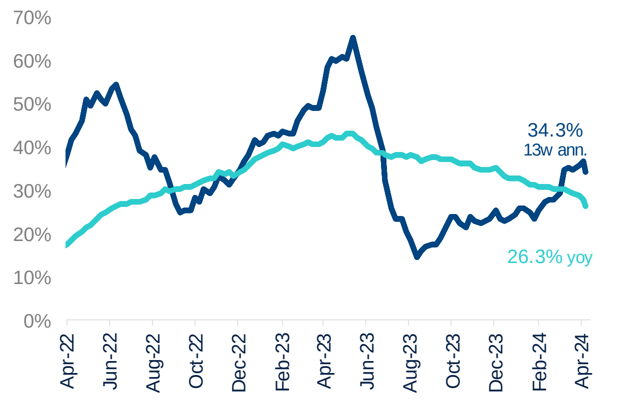


Figure 2. **Total Loans** (FX adjusted)

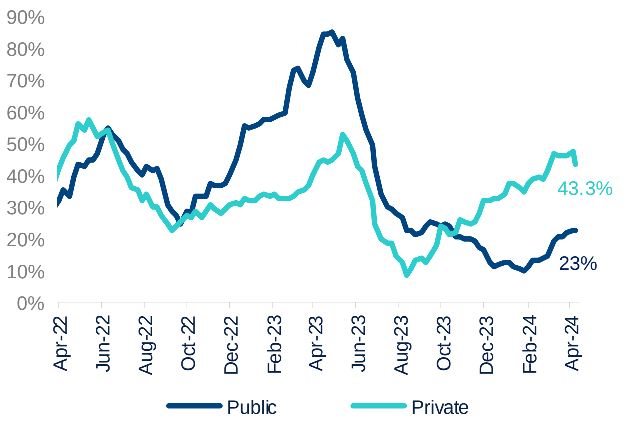


Figure 3. **Consumer Loans in Segments** (4-week average)

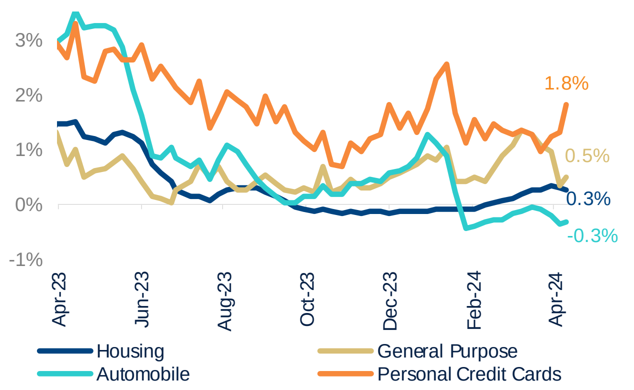


Figure 4. **Consumer Loans** (w/o personal credit cards, 4-week average)

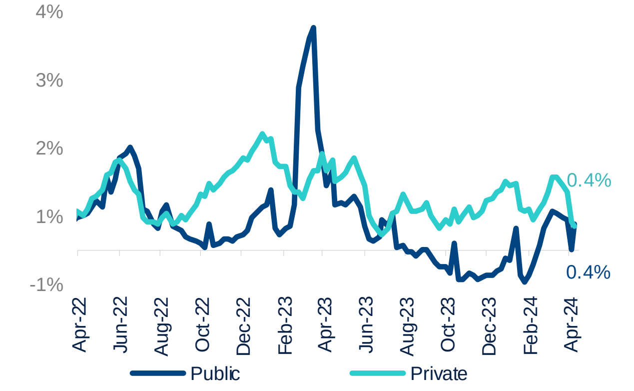


Figure 5. **Commercial Loans** (TL & USD)

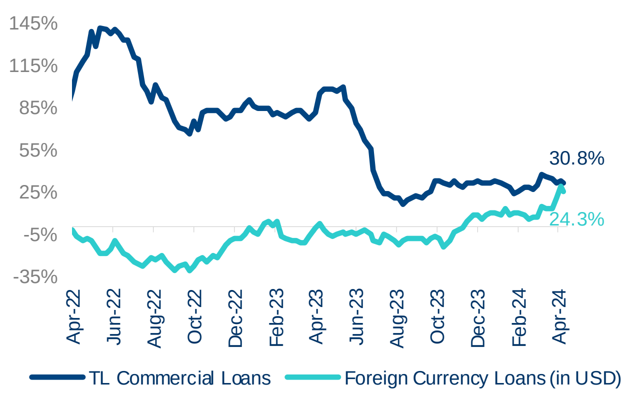


Figure 6. **TL Commercial Loans**

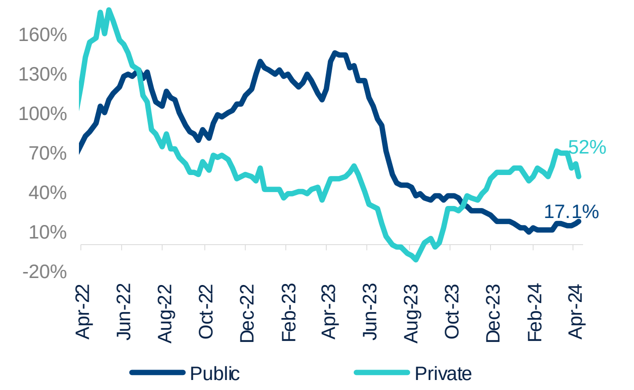


Figure 7. **TL SME Credit**

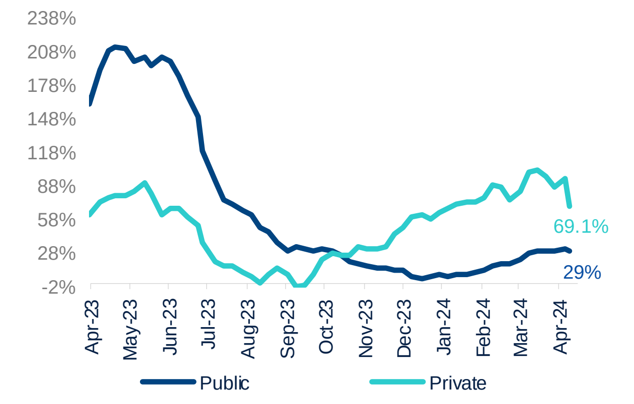


Figure 8. **TL Non-SME Commercial Credit**

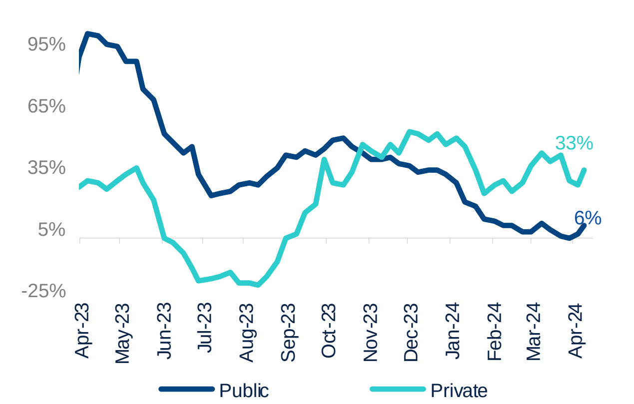


Figure 9. **FC SME Credits** (in USD)

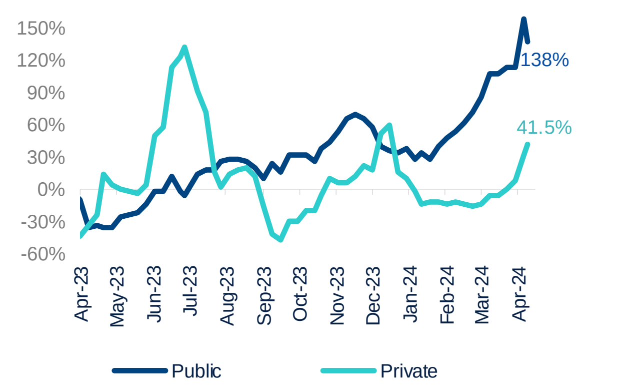


Figure 10. **FC Non-SME Credits** (in USD)

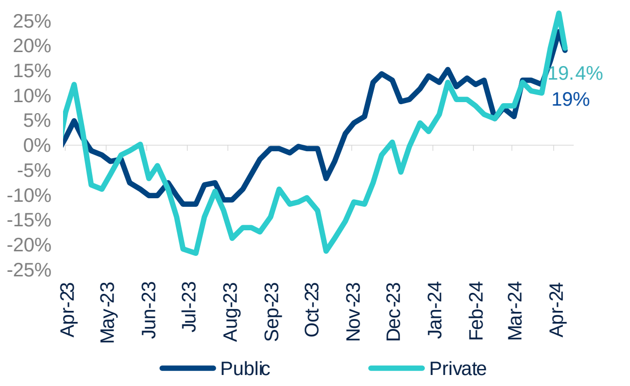


Figure 11. **Deposit Growth** (TL & FC in USD)

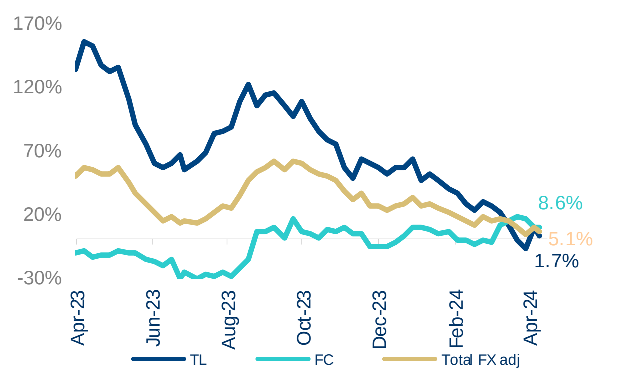


Figure 12. **FC Protected Time Deposits** (bn USD)

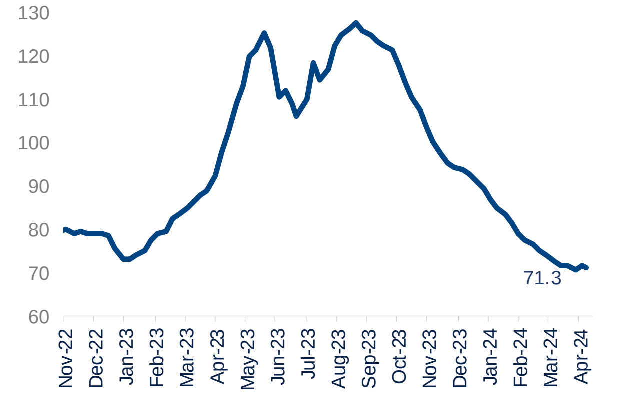


Figure 13. **Share of TL Deposits** (%, excluding FC Protected Deposits)

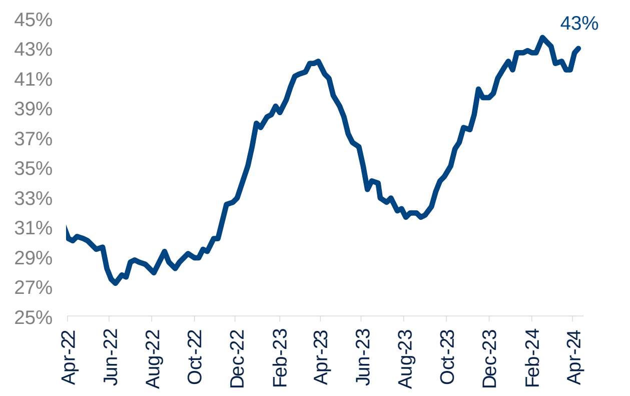


Figure 14. **Net FC Position of the Deposit Banks** (%, ratio to Equity)

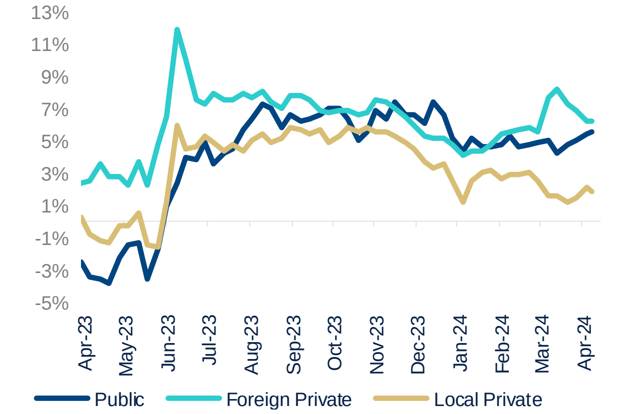


Figure 15. **TL Interest Rates** (%)

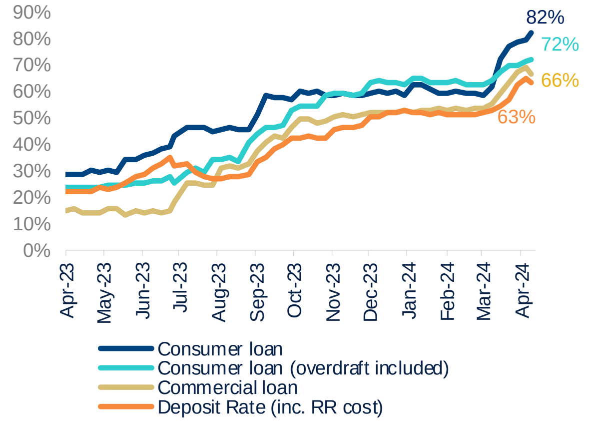


Figure 16. **TL Deposit Interest Rates** (%)

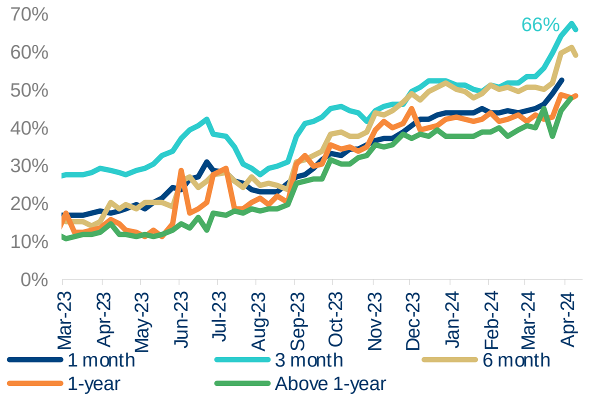


Figure 17. **EURO Deposit Interest Rates** (4w avg %)

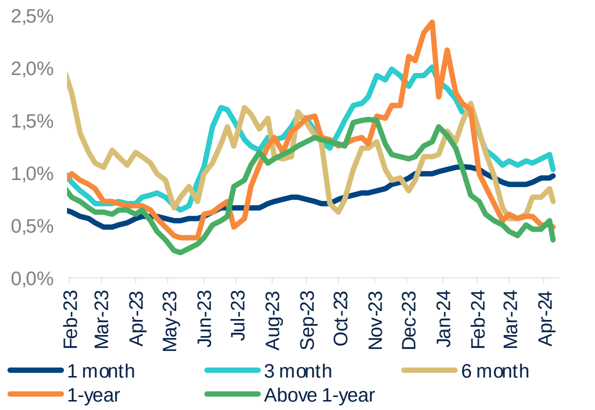


Figure 18. **USD Deposit Interest Rates** (4w avg %)

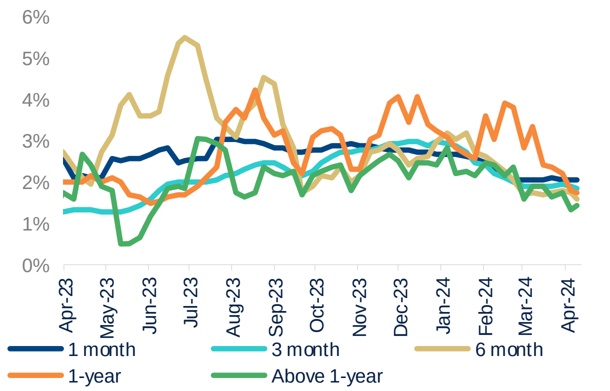


Figure 19. **Consumer Interest Rates** (%)

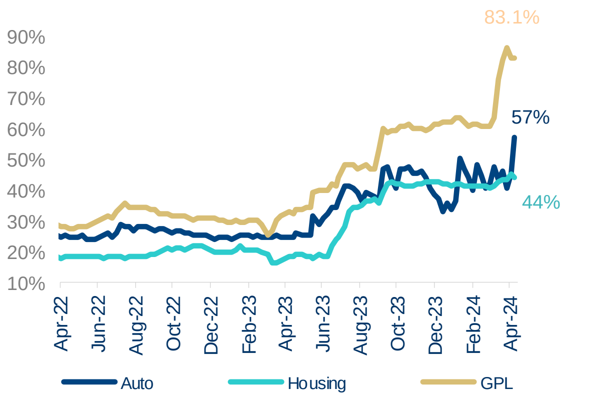
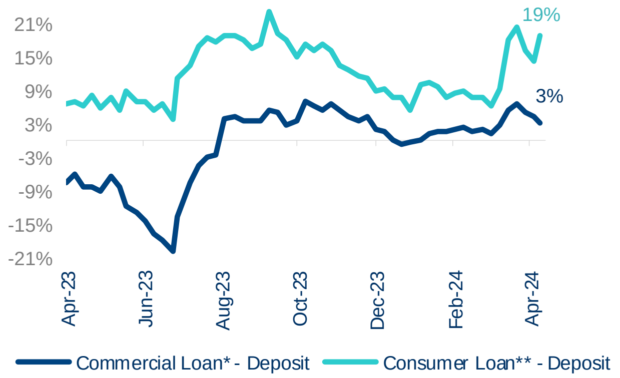


Figure 20. **Interest Rate Spread** (%, including TL RR cost)



* 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:

Source: BRSA, CBRT and Garanti BBVA Research

BBVA Research

Creating Opportunities

DISCLAIMER