

# Türkiye: Weekly Banking Tracker

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- On the week of 22<sup>nd</sup> November, the weekly growth of FX-adjusted credits continued to accelerate for the 2<sup>nd</sup> week in a row from 0.4% to 0.6% due to strong weekly increase in consumer credits in the sector.
- Among the sub-segments of TL credits, acceleration in consumer credits was led by public banks' general purpose loans. This was followed by housing loans' increase which is mostly being led by private banks. Consumer credit card growth remained stable whereas it contracted in public banks (compared to sharp jump of previous week) vs acceleration in private banks. The overall trend in consumer credits continued to move up, however including credit cards it came down with this week's contraction in public banks.
- Weak growth in TL commercial credits continued with deceleration in both public and private banks. The 4w trend rate came down further to close to 0%.
- FC credit growth turned to only moderate positive rate. Including the parity impact, its trend rate is below 1%.
- Regarding deposits, TL deposits declined by TL 54.2bn. FC deposits fell by \$412mn. Hholds' gold deposits rose by \$2.5bn on price effects compared to corporates' outflows of \$2.2bn USD deposits on both USD and Euro accounts. Hholds' USD deposits fell also by \$412mn. Adjusted from price effects, the fall in FC deposits was strong with almost \$2bn on a weekly basis resulting in an overall decline of \$16bn year to date (\$23bn since end March) according to the CBRT. Deposit dollarization ratio rose to 35.8% due to a higher decline in TL deposits compared to FC deposits.
- The FC protected scheme (in US dollar terms) continued to fall by another \$905mn to \$35.7bn. The share of TL deposits excluding FC protected scheme in total deposits remained stable at 57.5%.
- Commercial credit interest rates rose by 284bps to 55.5%; and consumer rates fell only slightly by 18bps to 66.1%. Hence, spreads in commercial segment improved somewhat.
- As released by the CBRT, TL deposit rates rose by 7bps to 56.1%. The highest rate is in up to 3 months with 59.3%.
- The Non-Performing Loans (NPL) ratio of the sector remained at 1.8%. The ratio for consumer credit cards continued to rise further to 2.84%; and it remained at 3.6% for GPL and at 1.7% for commercial credits.

Figure 1. **Total Loans (FX adjusted, weekly, 4-week moving average)**

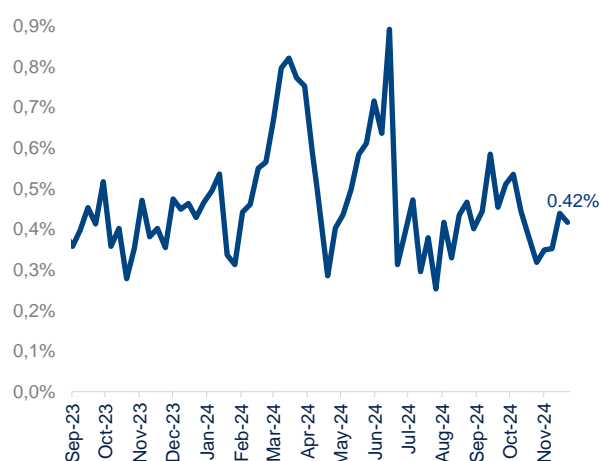


Figure 2. **Total Loans (FX adjusted, weekly, 4-week moving average)**

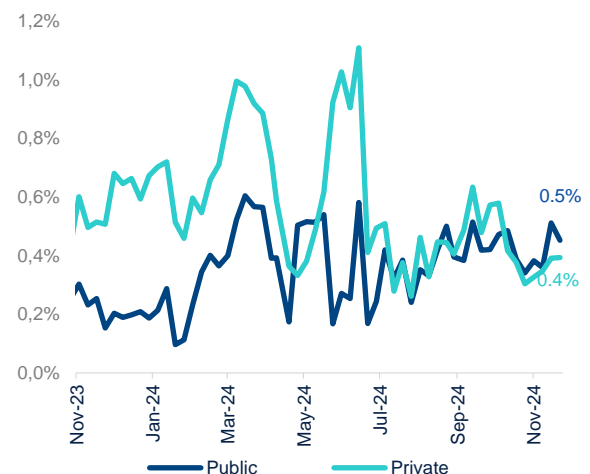


Figure 3. **Total Loans in Segments** (weekly, 4-week moving average)

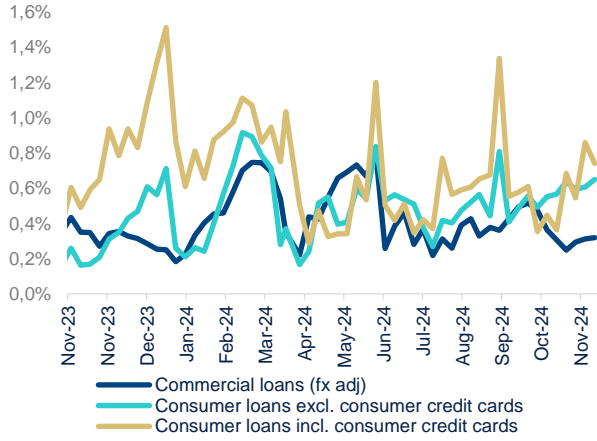


Figure 4. **Consumer Loans** (w/o personal credit cards, weekly, 4-week moving average)

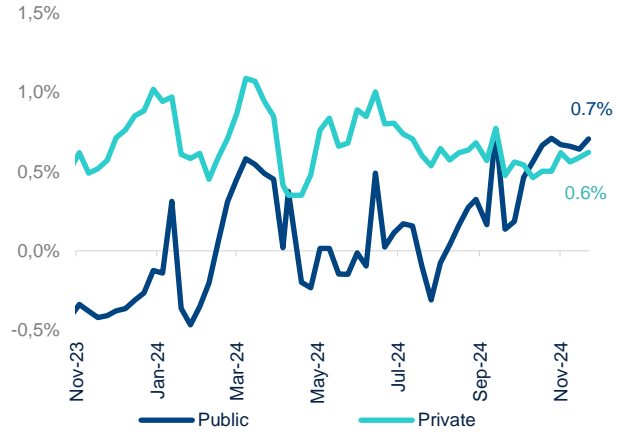


Figure 5. **Commercial Loans** (TL & USD, weekly, 4-week moving average)

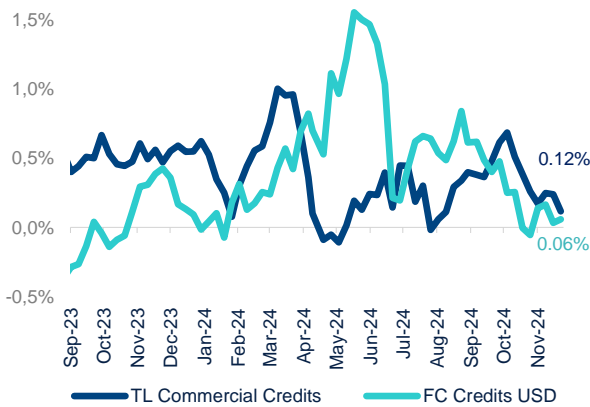


Figure 6. **TL Commercial Loans** (weekly, 4-week moving average)

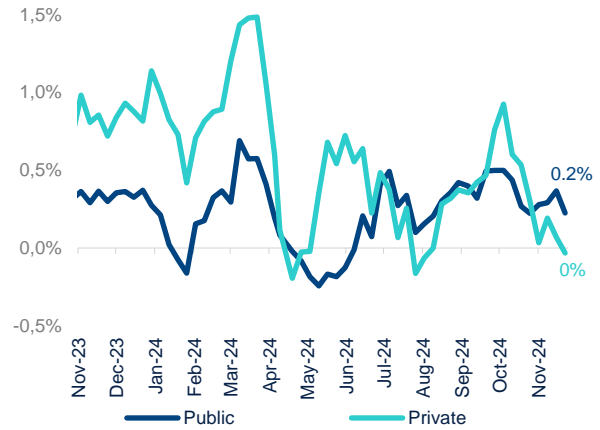


Figure 7. **NPL Ratios in Commercial Credits** (4w avg.%)

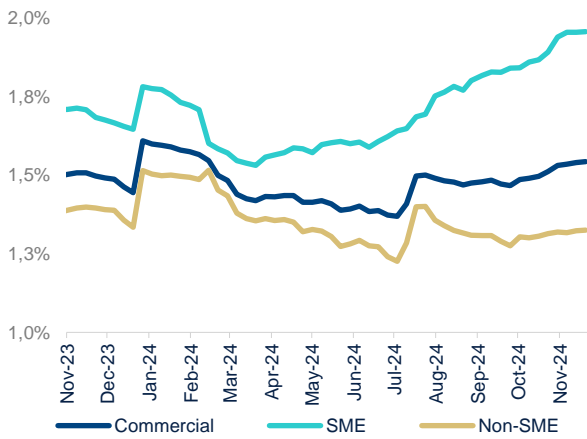


Figure 8. **NPL Ratios in Consumer Credits** (4w avg.%)

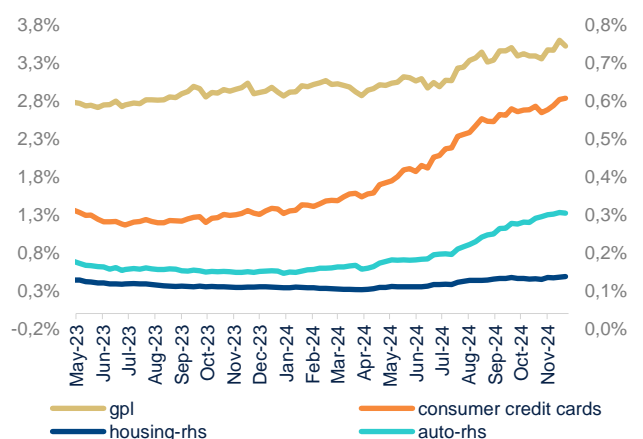


Figure 9. **Share in Banking Deposits (% in total)**

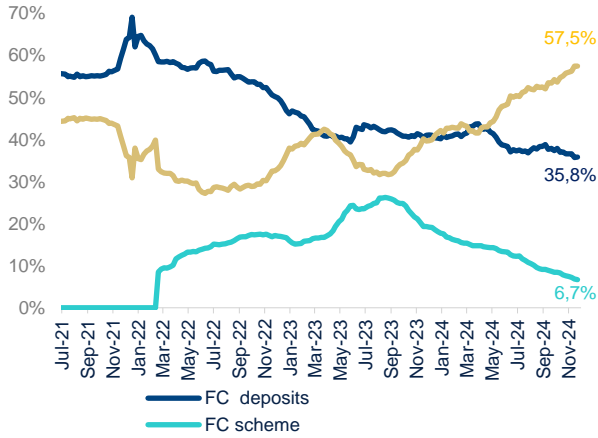


Figure 10. **Residents' FC Deposits Weekly Change (bn\$, adjusted from price effects, cumulative ytd)**

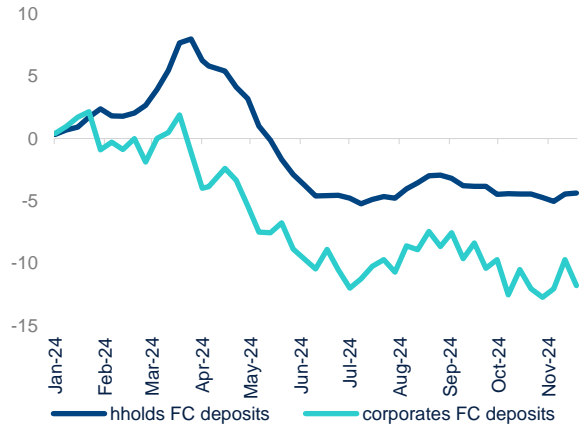


Figure 11. **TL Interest Rates (% , flow, compound)**

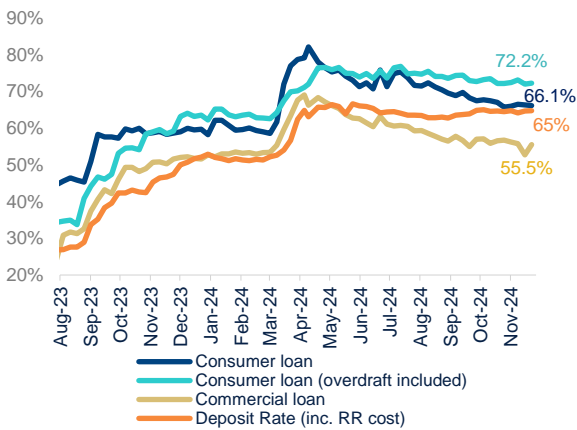


Figure 12. **TL Deposit Interest Rates (% , flow, compound)**

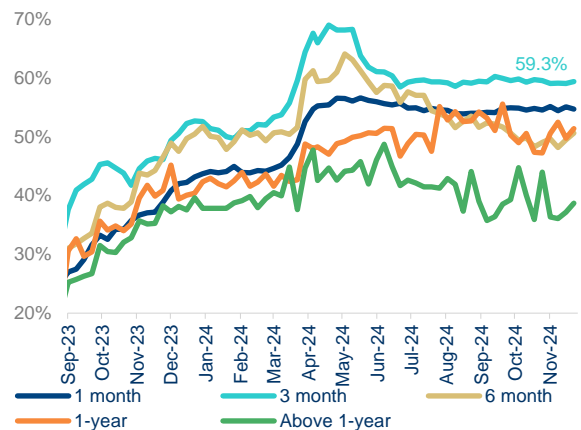


Figure 13. **TL Interest Rate Spread (4w avg %, flow, including TL RR cost)**

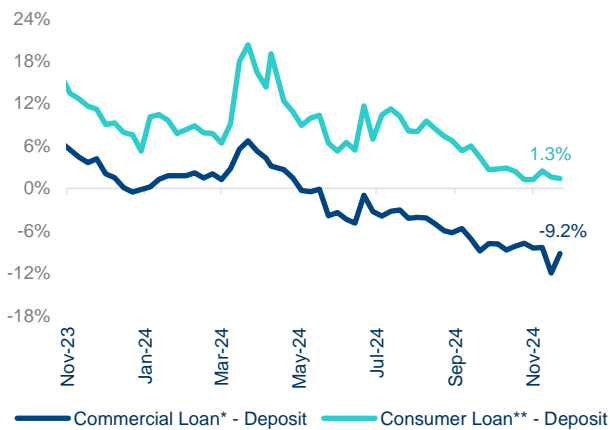
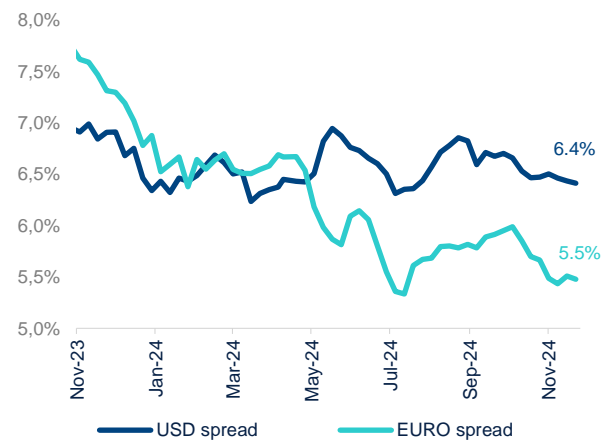


Figure 14. **FC Interest Rate Spread (4w avg %, flow)**



\* 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

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