

Türkiye: Weekly Banking Tracker

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14 June 2024

- FC adjusted weekly credit growth continued to decelerate for the 2nd week in a row; and turned into negative growth from 1% to -0.06% due to significant deceleration in both commercial and consumer credit credits in the sector. Total credits' 4 week average trend fell slightly to 0.6%.
- Among the sub-segments of TL credits, the weekly growth in TL commercial credits contracted due to the SME lending of both public and private banks. Growth in consumer credits was also negative caused by all subsegments of both public and private banks. Ongoing strong growth in credit cards' turned into contraction as well led by the negative growth in private banks.
- FC credits' weekly growth continued to decelerate for the 2nd week in a row led by private banks' SME lending in the aftermath of the 23rd May CBRT regulation (monthly growth limit of 2% for FC loans).
- In the case of deposits, TL deposits rose by TL 14bn, led by the TL time deposits of corporates and hholds. The fall in FC deposits was another \$1.85bn led by the outflows from both corporates and hholds' USD deposits by around \$900mn each. Adjusted from price effects, FC deposits fell by \$1.65bn on a weekly basis (\$0.8bn decline from households, \$0.8bn decline in corporates), resulting in a fall of \$13.4bn year to date (\$20.3bn since end March) according to the CBRT.
- The FC protected scheme (in US dollar terms) continued to decline by \$974mn to USD 65.7bn. The share of TL deposits excluding FC protected scheme in total deposits rose to 48.4% (vs. the CBRT's target of 50% in 2024).
- Commercial interest rates continued to decline by another 109bps to 61.5%. Consumer rates rose by the same amount to 72.3% .
- Regarding FC interest rates, commercial rates on EUR fell by 65bps to almost 7.3%; and rose by 27bps to 9.1% on USD credits. EUR deposits rates fell by 18bps to 1.2% extending the spreads on this segment. USD deposit rates fell also by 11bps 2.1%.
- As released by the CBRT, TL deposit rates rose only very slightly by 3bps 57.6%. Among the brackets, the sharpest rise was in above 1yr with 270bps, resulting in 48.7%. The highest rate remains to be in up 3 months with almost 61%.
- The Non-Performing Loans (NPL) ratio of the sector rose slightly to 1.6% (1.22% in public; 2% in private).

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

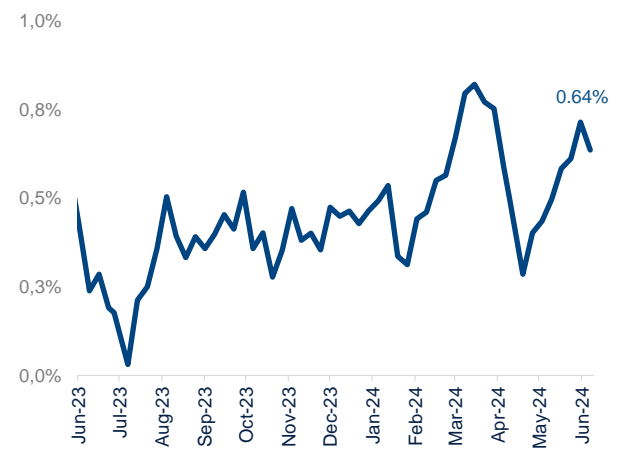


Figure 2. **Total Loans (FX adjusted, weekly, 4-week moving average)**

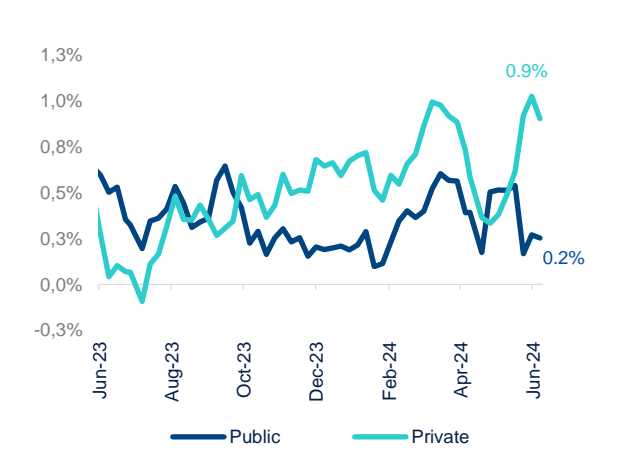


Figure 3. **Consumer Loans in Segments** (weekly, 4-week moving average)

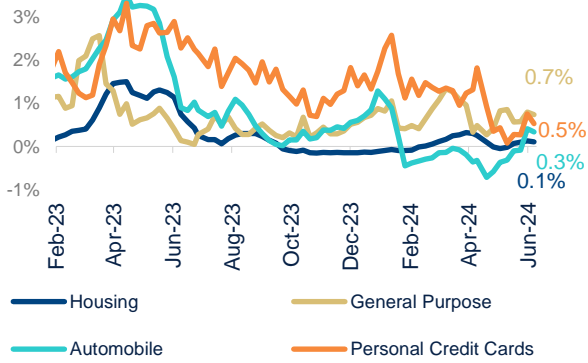


Figure 4. **Consumer Loans (w/o personal credit cards, weekly, 4-week moving average)**

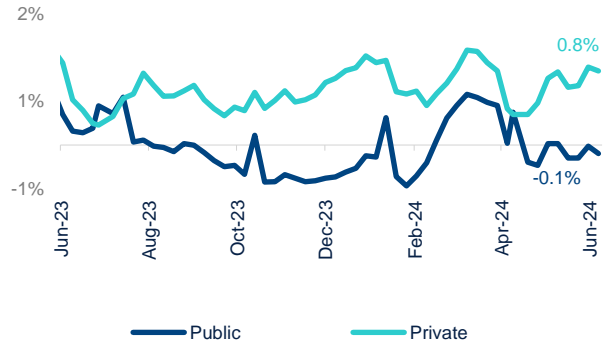


Figure 5. **Commercial Loans (TL & USD, weekly, 4-week moving average)**

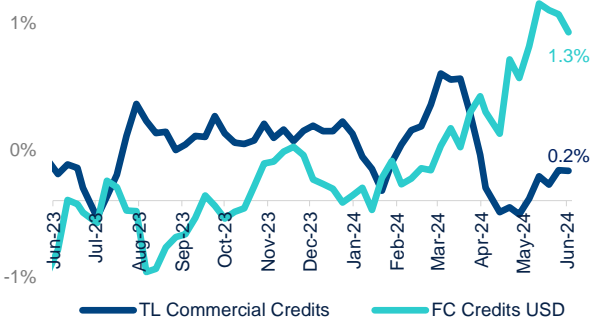


Figure 6. **TL Commercial Loans** (weekly, 4-week moving average)

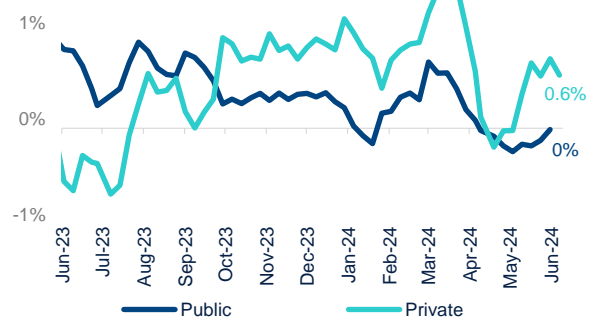


Figure 7. **TL SME Credits** (weekly, 4-week moving average)

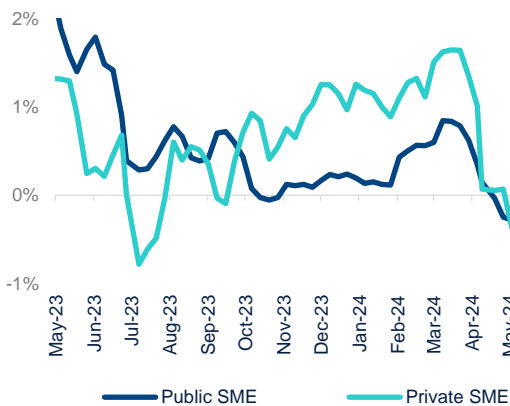


Figure 8. **TL Non-SME Commercial Credits** (weekly, 4-week moving average)

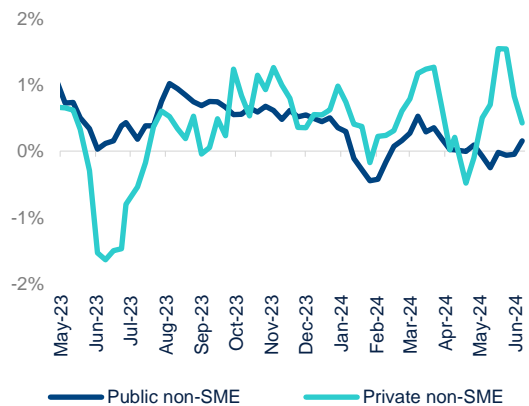


Figure 9. **FC SME Credits** (in USD, weekly, 4-week moving average)

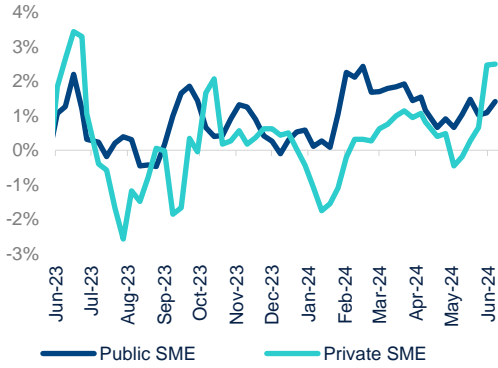


Figure 10. **FC Non-SME Credits** (in USD, weekly, 4-week moving average)

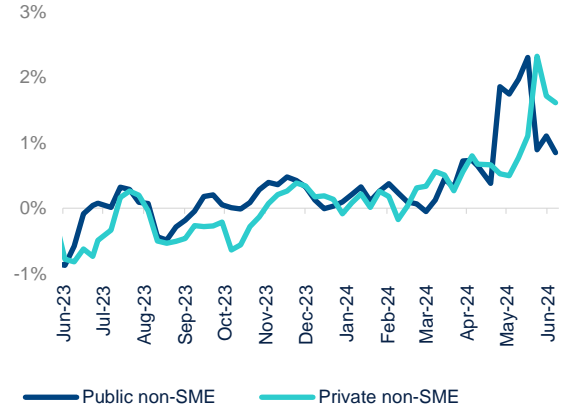


Figure 11. **Deposit Growth** (TL & FC in USD, weekly, 4-week moving average)

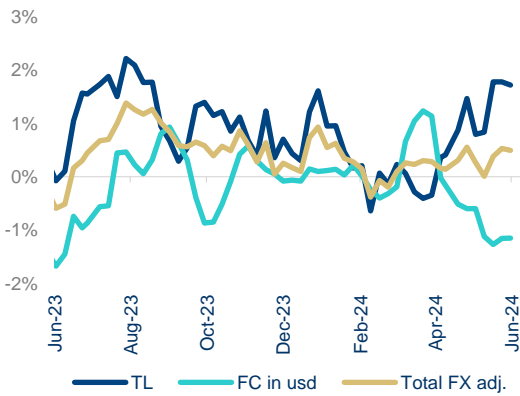


Figure 12. **FC Protected Time Deposits** (bn USD)

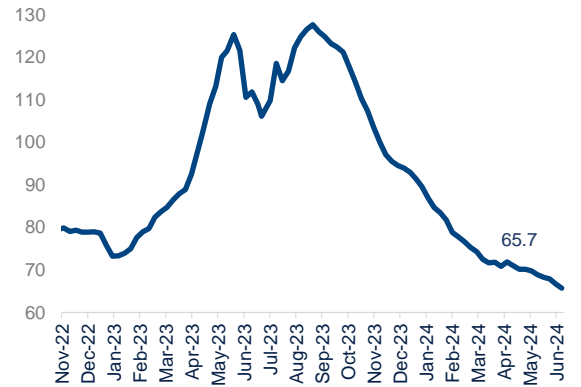


Figure 13. **FC Commercial Credit Interest Rates** (4w avg.%)

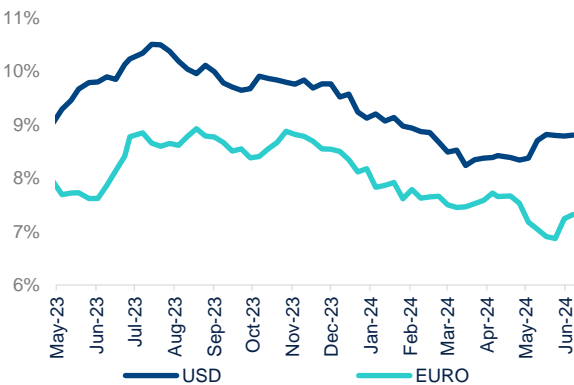


Figure 14. **FC Interest Rate Spread** (4w avg.%)

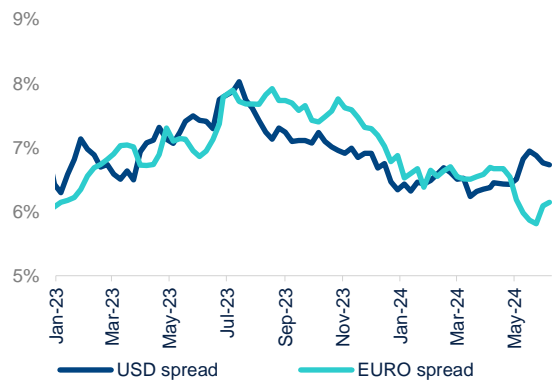


Figure 15. **EURO Deposit Interest Rates (4w avg %)**

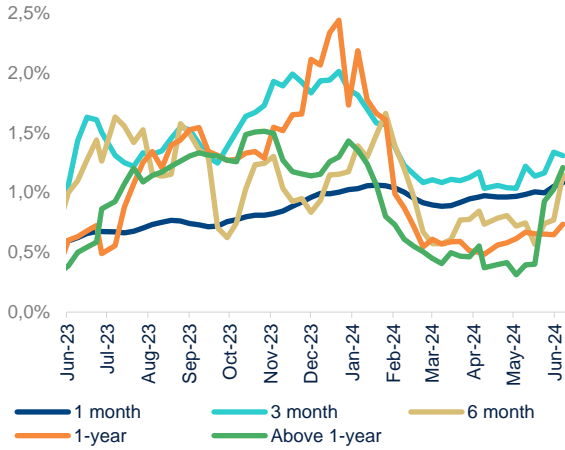


Figure 16. **USD Deposit Interest Rates (4w avg %)**

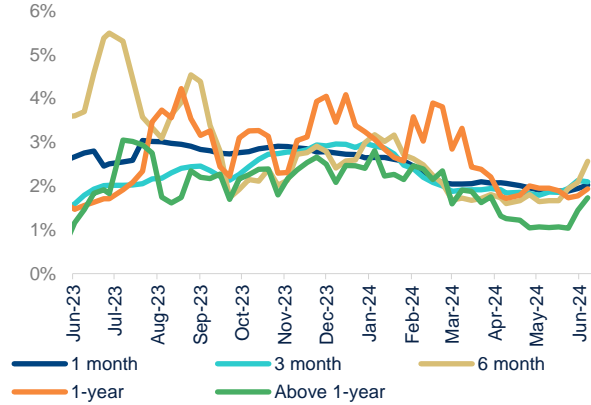


Figure 17. **TL Interest Rates (%)**

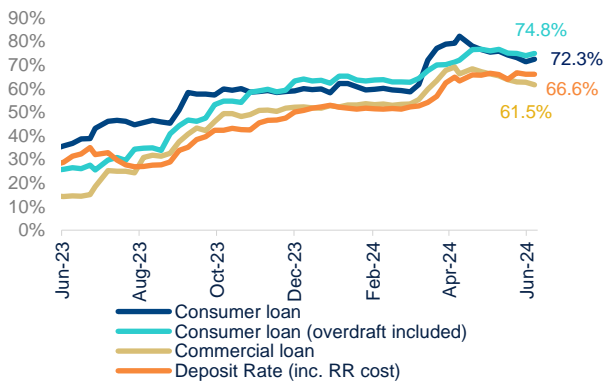


Figure 18. **TL Deposit Interest Rates (%)**

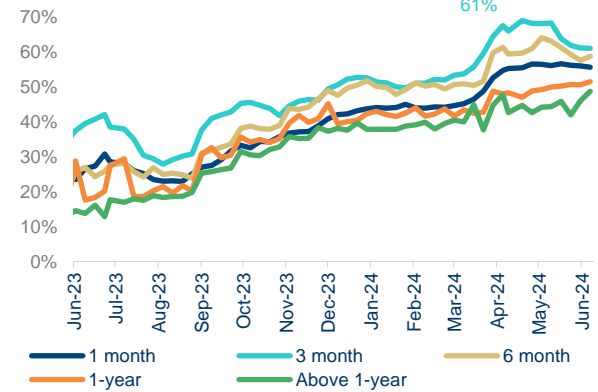


Figure 19. **Consumer Interest Rates (%)**

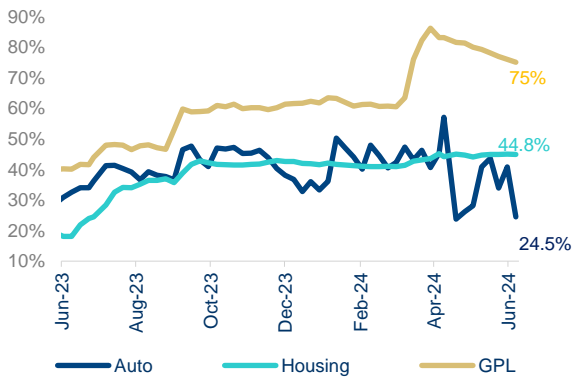
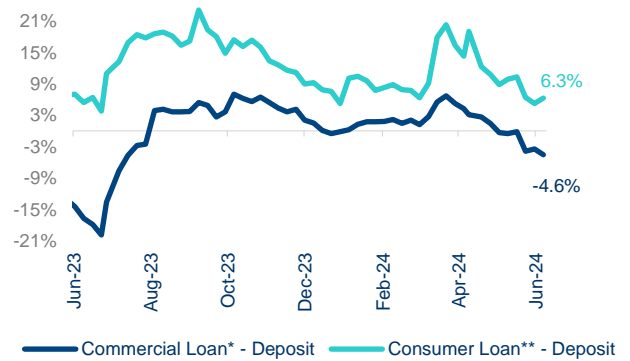


Figure 20. **Interest Rate Spread (% , including TL RR cost)**



* 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:

Source: BRSA, CBRT and Garanti BBVA Research

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