

Türkiye: Weekly Banking Tracker

Deniz Ergun
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- Following the strong push seen just before the official holidays' week, FC adjusted weekly credit growth decelerated and turned into negative growth on the week ending on June 21st, also taking into account the negative calendar impact. The deceleration was due to negative growth rates in commercial and consumer credits of both public and private banks. Total credits' 4 week average trend fell to 0.3% from 0.7% at the end of May.
- Among the sub-segments of TL credits, the weekly growth in TL commercial credits contracted due to both SME and non-SME lending in the sector. Slowdown in consumer credits was led by public banks and in all of its sub segments. On credit cards, strong push of credit card spending of holidays turned into sharp contraction as well on the lead of public banks.
- FC credits' weekly growth continued to decelerate led by the SME lending the sector, in the aftermath of the 23rd May CBRT regulation (monthly growth limit of 2% for FC loans).
- In the case of deposits, TL deposits fell by TL 25bn, caused by the TL demand deposits of official institutions. FC deposits rose by \$2.3bn, first time after 8 weeks of continuous outflows. The rise was mainly due to increase in corporates' USD deposits by around \$1.6bn. Adjusted from price effects, FC deposits rose by \$1.63bn on a weekly basis (\$1.6bn rise in corporates, \$0.04bn rise in hholds), resulting in an overall decline of \$13.5bn year to date (\$20.3bn since end March) according to the CBRT.
- The decline in FC protected scheme (in US dollar terms) continues with a gained pace since 2 weeks and fell by another \$1.6bn to USD 62.5bn. The share of TL deposits excluding FC protected scheme in total deposits rose to 50.1% (vs. the CBRT's target of 50% in 2024).
- After 2 months of downward trend, commercial interest rates rose by 275bps to 63%. Consumer rates rose also sharply by 500bps to 75.8%. The increase was led by the 2677bps rise in auto loans rising from 28.5% to 55.3%. General purpose loans rose by 294bps to 76.5%. Housing loan rates continue to hover around 44.5%.
- As released by the CBRT, TL deposit rates fell by 95bps to 56.1%, contributing to the improvement in both commercial and consumer spreads alongside the increase in credit rates. Among the brackets, the sharpest fall was in up to 1yr with 468bps, resulting in 46.6%. The highest rate remains to be in up to 3 months which also fell by 190bps to 58.4%.
- The Non-Performing Loans (NPL) ratio of the sector rose slightly to 1.6% (1.24% in public; 2% in private).

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

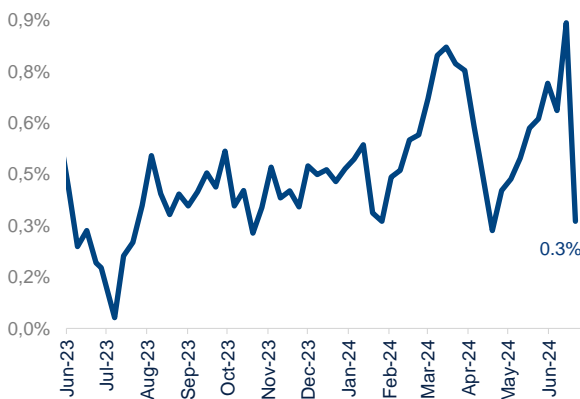


Figure 2. **Total Loans (FX adjusted, weekly, 4-week moving average)**

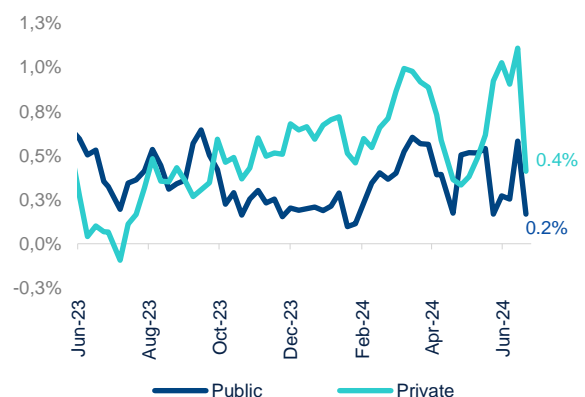


Figure 3. **Consumer Loans in Segments (weekly, 4-week moving average)**

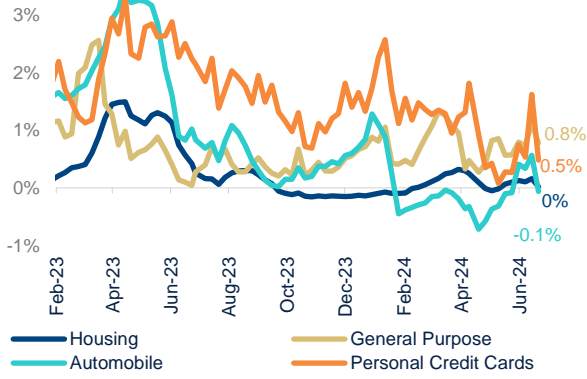


Figure 4. **Consumer Loans (w/o personal credit cards, weekly, 4-week moving average)**

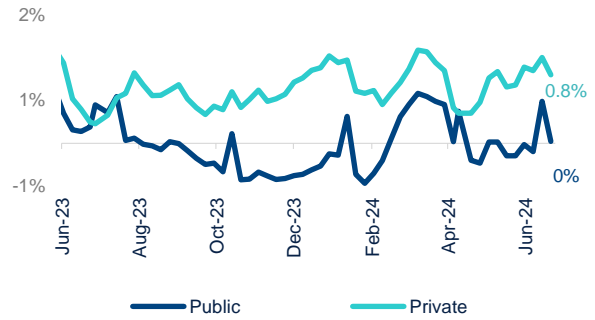


Figure 5. **Commercial Loans (TL & USD, weekly, 4-week moving average)**

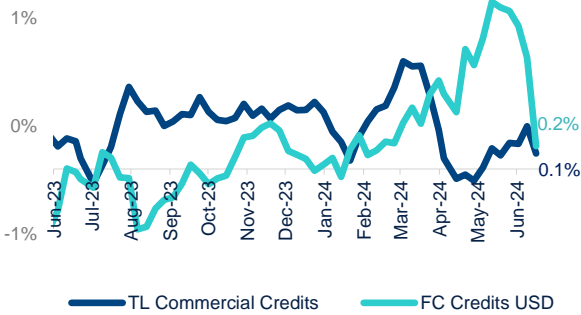


Figure 6. **TL Commercial Loans (weekly, 4-week moving average)**

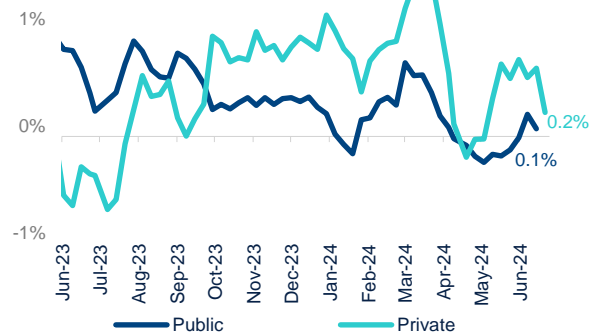


Figure 7. **TL SME Credits (weekly, 4-week moving average)**

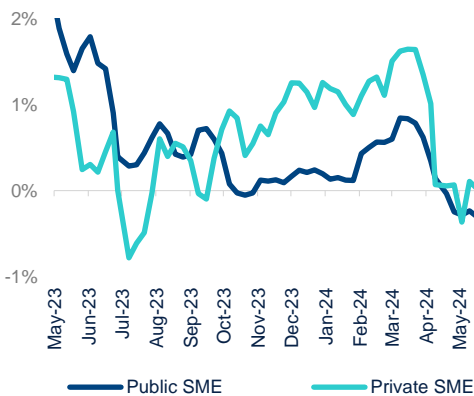


Figure 8. **TL Non-SME Commercial Credits (weekly, 4-week moving average)**

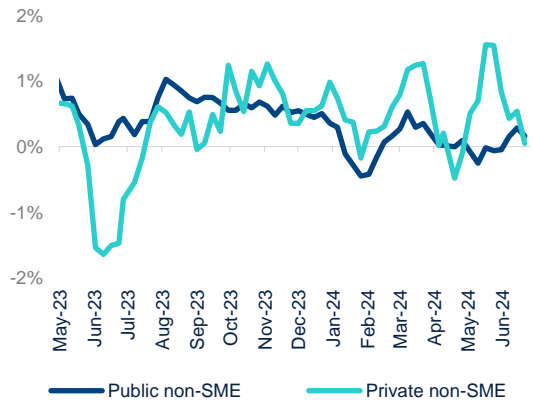


Figure 9. **FC SME Credits** (in USD, weekly, 4-week moving average)

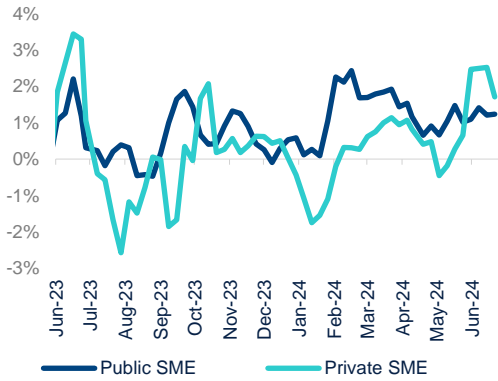


Figure 10. **FC Non-SME Credits** (in USD, weekly, 4-week moving average)

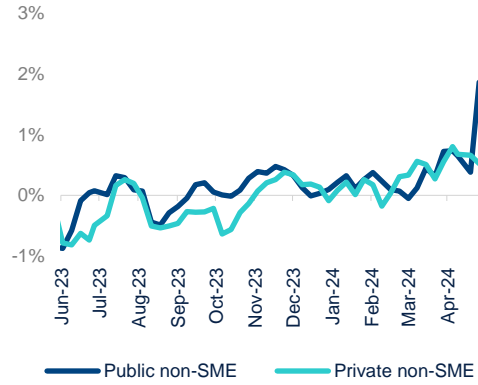


Figure 11. **Deposit Growth** (TL & FC in USD, weekly, 4-week moving average)

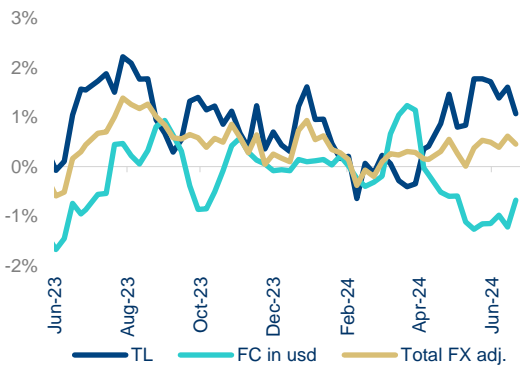


Figure 12. **FC Protected Time Deposits** (bn USD)

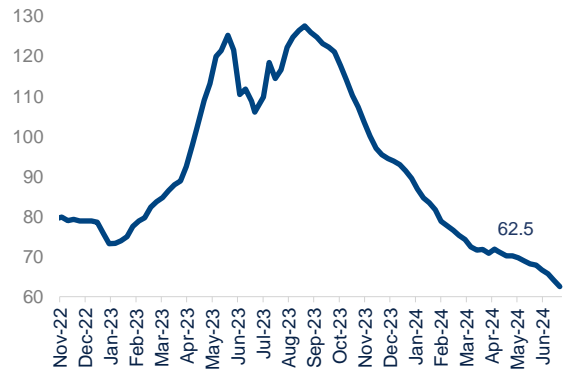


Figure 13. **FC Commercial Credit Interest Rates** (4w avg.%)

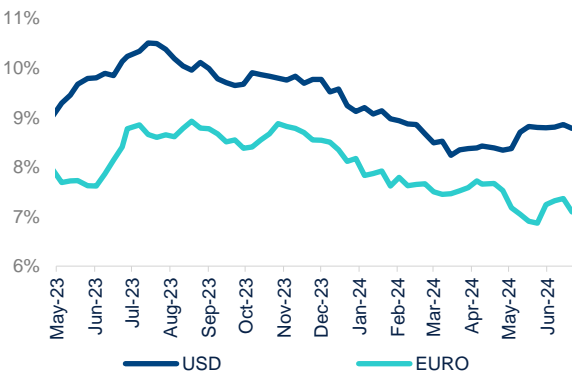


Figure 14. **FC Interest Rate Spread** (4w avg.%)

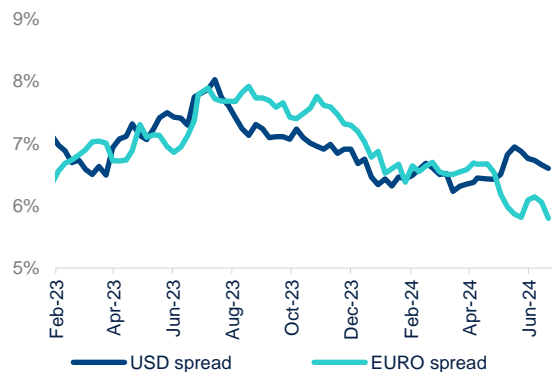


Figure 15. **EURO Deposit Interest Rates (4w avg %)**

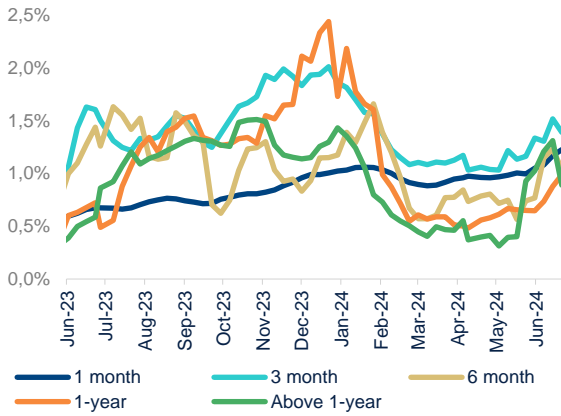


Figure 16. **USD Deposit Interest Rates (4w avg %)**

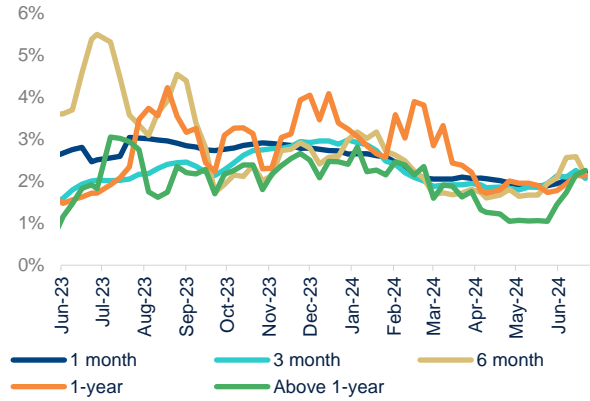


Figure 17. **TL Interest Rates (%)**

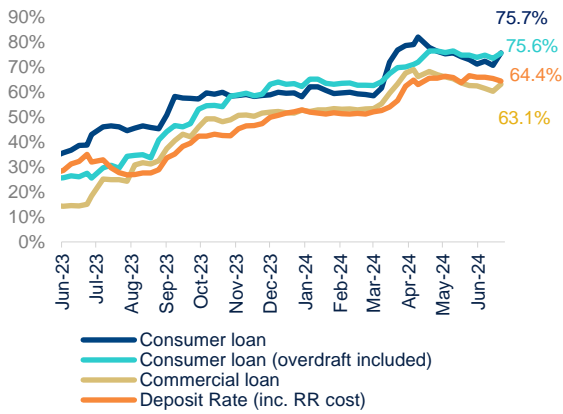


Figure 18. **TL Deposit Interest Rates (%)**

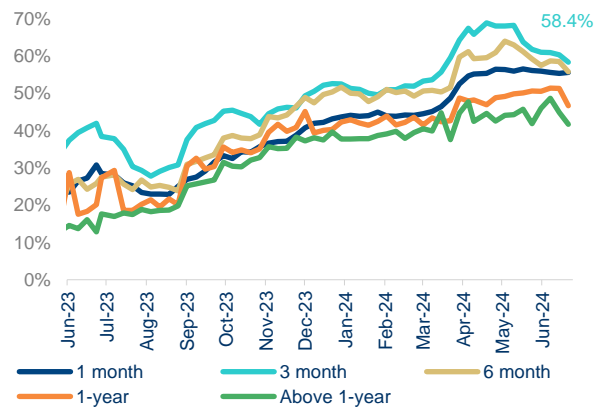


Figure 19. **Consumer Interest Rates (%)**

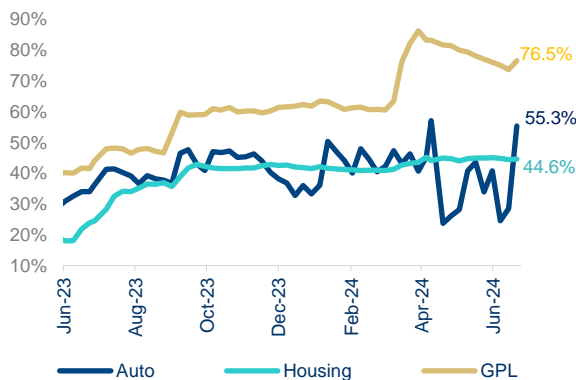
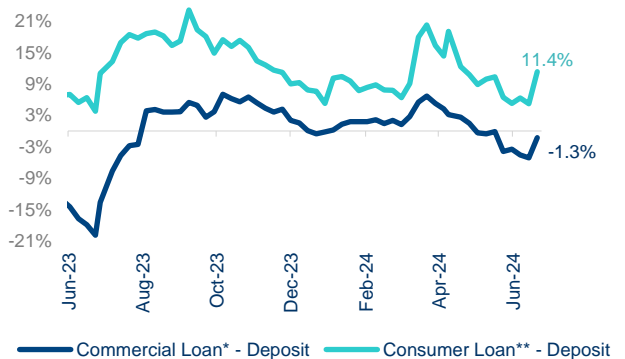


Figure 20. **Interest Rate Spread (% , including TL RR cost)**



* 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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