

Türkiye: Weekly Banking Tracker

Deniz Ergun

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- The weekly growth of FX-adjusted credits continued to decelerate in the first week of September from 0.6% to 0.2% due to commercial credits in the overall sector and consumer credits of private banks, as has been happening since mid-August. Total credits' 4 week average continued to hover at around 0.4%.
- Among the sub-segments of TL credits, TL commercial credits' weekly growth continued to slow down with ongoing decrease in SME lending in the sector since 3 weeks. Consumer credits are still being rather pushed by public banks also with ongoing momentum in credit cards (compared to negative growth in private banks). Housing credits seem to have gained momentum in private banks though.
- Last week's negative FC credits' growth turned into positive with non-SME lending of private banks. The weekly growth rates in FC credits hover around 0.5% in both public and private banks.
- In the case of deposits, TL deposits fell by TL 167bn due to the sharp fall in TL demand deposits of both corporates & hholds. FC deposits rose by \$904mn with the rise in corporates' USD deposits by \$1.1bn. Adjusted from price effects, FC deposits rose by \$847mn on a weekly basis (\$1.1bn rise in corporates, \$250mn decline in hholds), resulting in an overall decline of \$10.7bn year to date (\$17.6bn since end March) according to the CBRT.
- The FC protected scheme (in US dollar terms) fell by another \$554mn to USD 46.7bn (closer to USD 48bn if adjusted by its original currency level). The share of TL deposits excluding FC protected scheme in total deposits declined to 52.1% from 52.5% previous week (vs. the CBRT's target of 50% in 2024).
- After a 4 week period of declining trend, commercial rates rose by 132bps to 58%. Consumer credit rates on the other hand maintained a declining trend and fell by another 70bps to 68.8%. Fall in consumer rates was due to sharp fall in auto rates by 224bps (47.4%) compared to an increase by 90 bps in general purpose loan rates. Housing rates hover at around 43%.
- As released by the CBRT, TL deposit rates rose last week by 66bps to 56%. The highest rate remains to be in up to 3 months with 59.3%. Rates on more than 1-year has been volatile since 4 weeks and fell again sharply by another 326bps to 35.7%
- The Non-Performing Loans (NPL) ratio of the sector rose to 1.73% caused by the NPL amount increase in private banks (1.48 % public banks, 2.17% private banks).

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

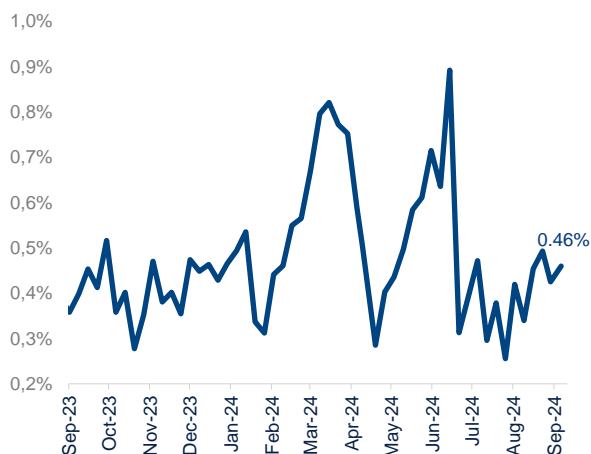


Figure 2. **Total Loans (FX adjusted, weekly, 4-week moving average)**

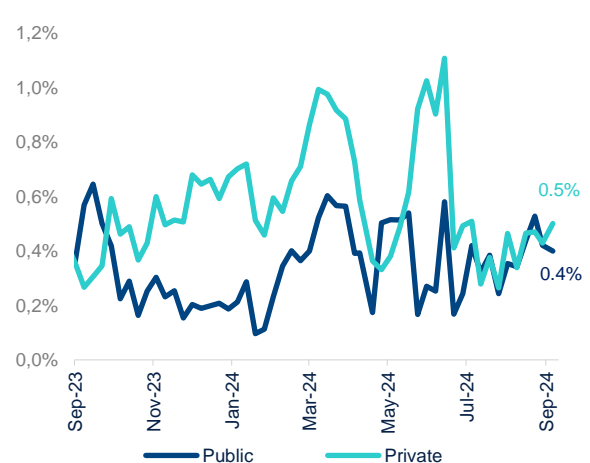


Figure 3. **Consumer Loans in Segments (weekly, 4-week moving average)**

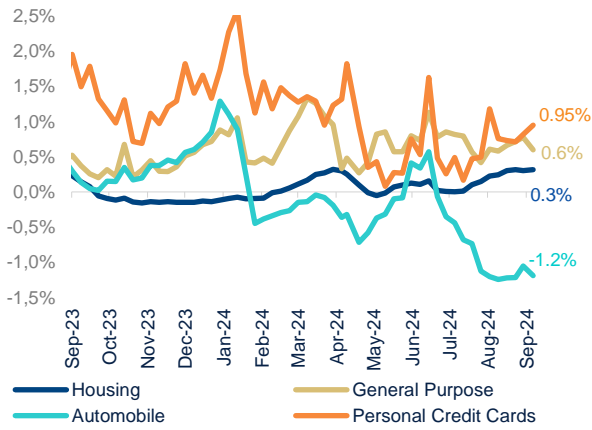


Figure 4. **Consumer Loans (w/o personal credit cards, weekly, 4-week moving average)**

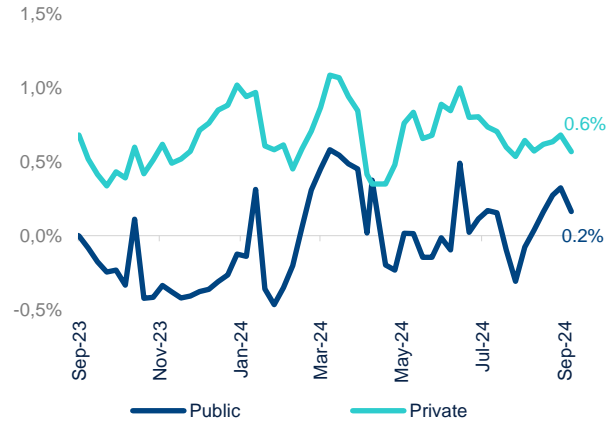


Figure 5. **Commercial Loans (TL & USD, weekly, 4-week moving average)**

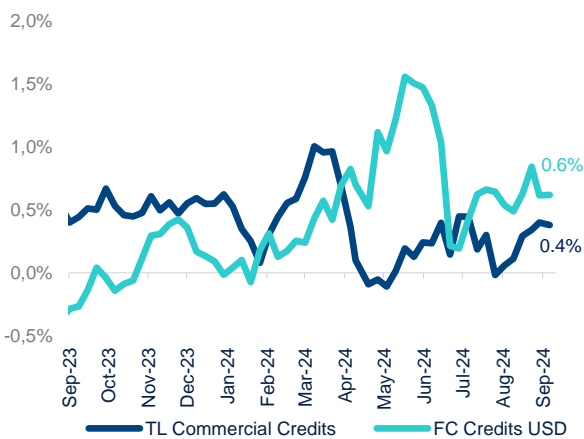


Figure 6. **TL Commercial Loans (weekly, 4-week moving average)**

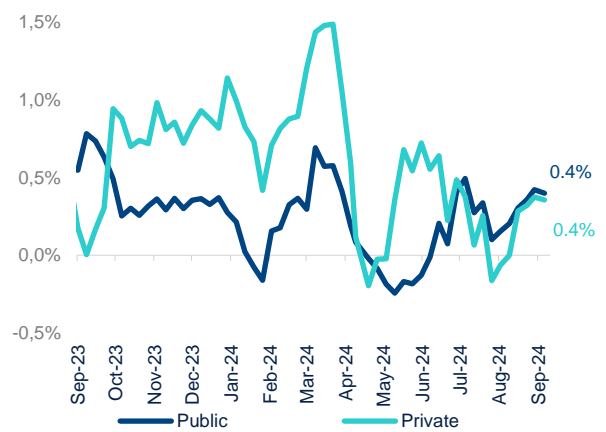


Figure 7. **TL SME Credits (weekly, 4-week moving average)**

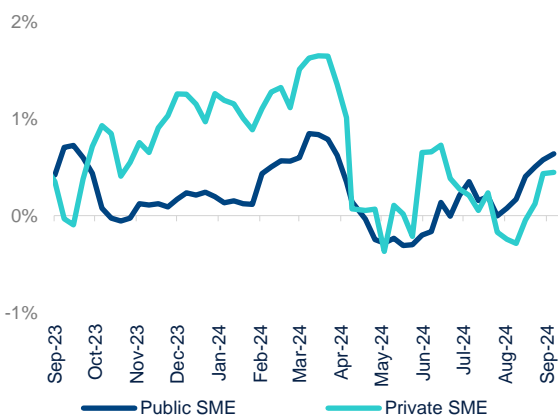


Figure 8. **TL Non-SME Commercial Credits (weekly, 4-week moving average)**

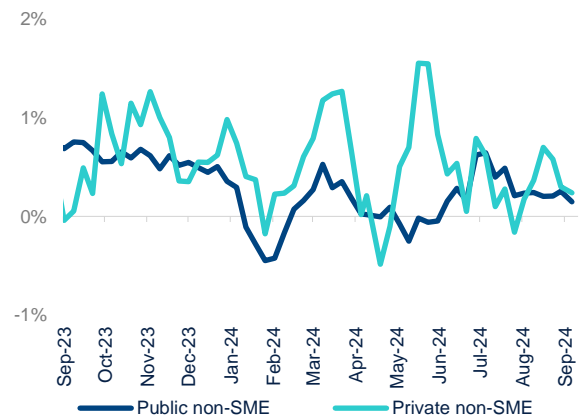


Figure 9. **FC SME Credits** (in USD, weekly, 4-week moving average)

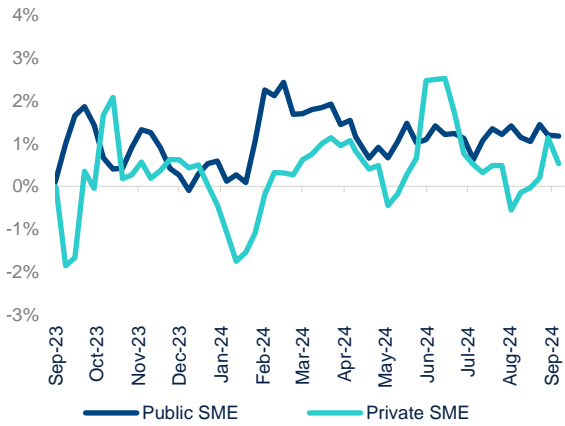


Figure 10. **FC Non-SME Credits** (in USD, weekly, 4-week moving average)

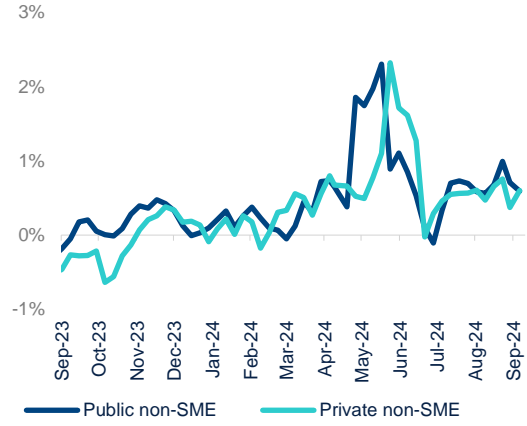


Figure 11. **Deposit Growth** (TL & FC in USD, weekly, 4-week moving average)

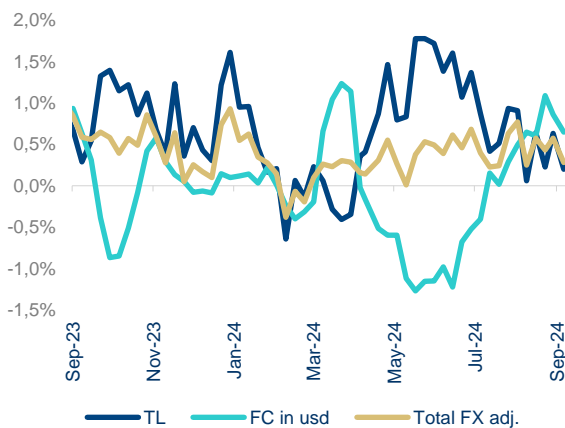


Figure 12. **FC Protected Time Deposits** (bn USD)

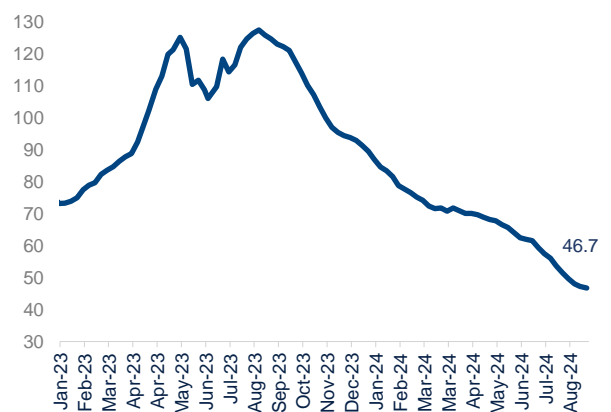


Figure 13. **FC Commercial Credit Interest Rates** (4w avg.%)

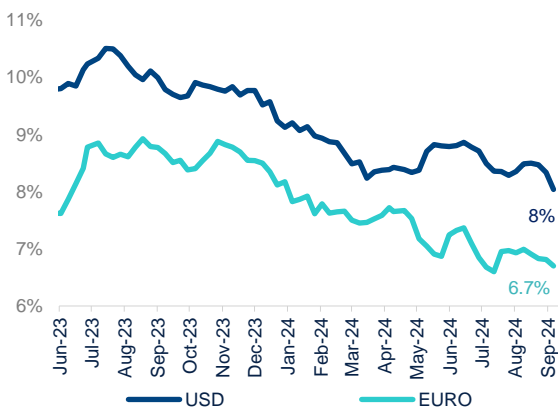


Figure 14. **FC Interest Rate Spread** (4w avg.%)

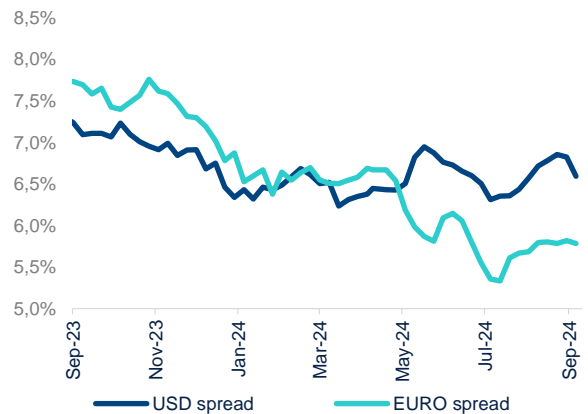


Figure 15. **EURO Deposit Interest Rates (4w avg %)**

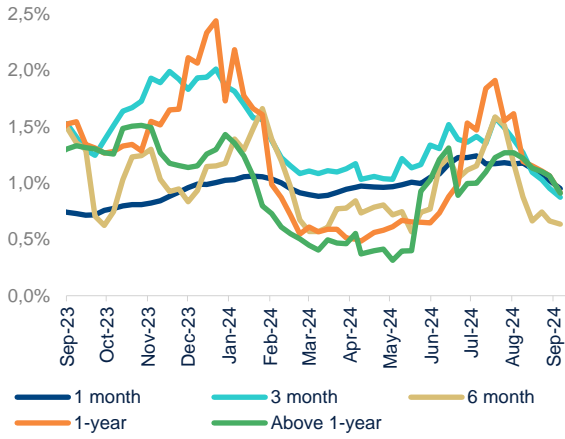


Figure 16. **USD Deposit Interest Rates (4w avg %)**

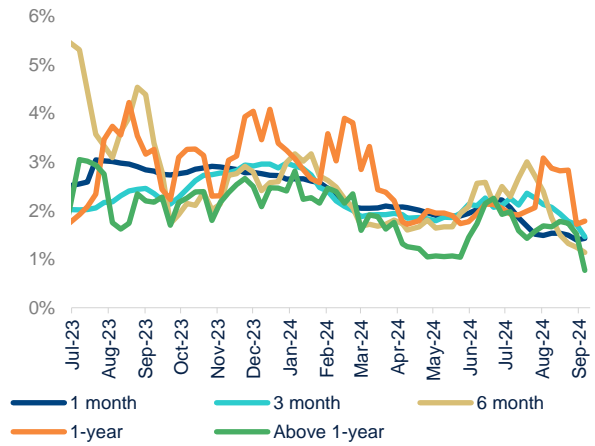


Figure 17. **TL Interest Rates (%)**

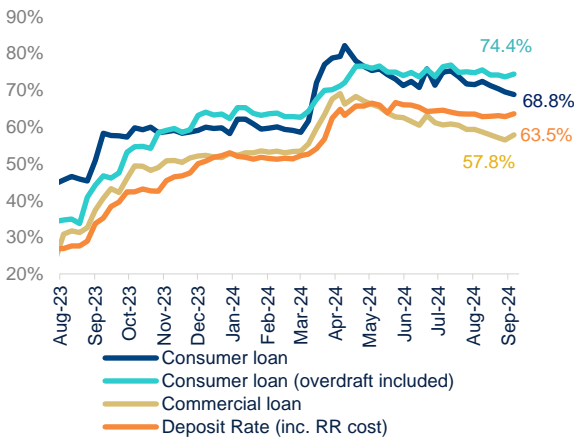


Figure 18. **TL Deposit Interest Rates (%)**

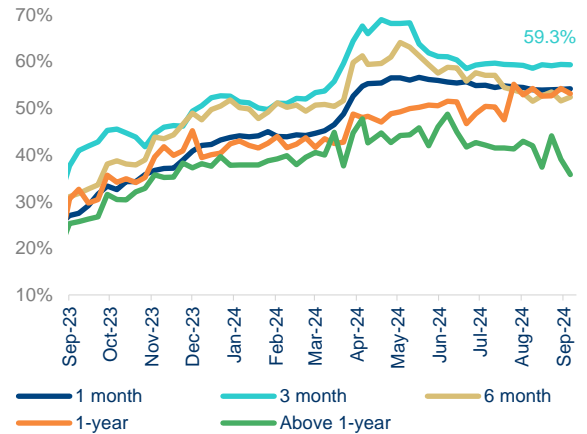


Figure 19. **Consumer Interest Rates (%)**

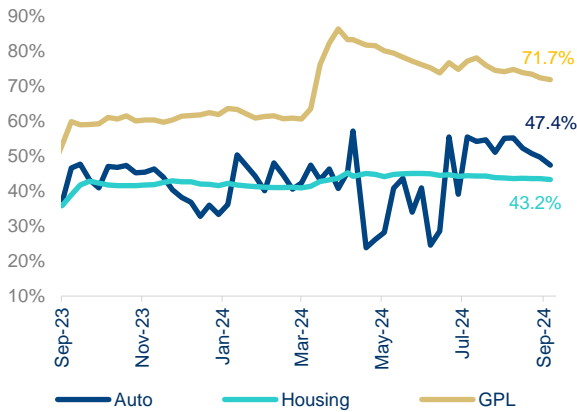
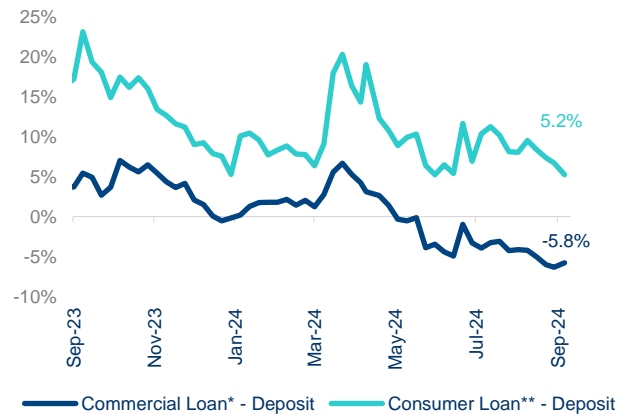


Figure 20. **Interest Rate Spread (% , including TL RR cost)**



* 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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ENQUIRIES TO:

Garanti BANKASI A.Ş. Nispetiye Mah. Aydar Cad. No:2 34340 Levent Beşiktaş İstanbul.
Tel.: +90 212 318 18 18 (ext 1064)
www.bbva-research.com