

Turkish Markets Daily

 25 April 2024
(09:35)

Financial Markets Data

Domestic Market	Last Price	Change (%)		International Markets	Last Price	Change (%)	
		Daily	YTD			Daily	YTD
BIST-100	9722.09	0.80	30.15	S&P 500	5071.63	0.02	6.33
BIST-30	10526.41	0.93	31.24	Nasdaq 100	17526.8	0.10	4.67
\$/TL	32.57	0.07	10.51	Dow	38460.92	-0.11	2.05
€/TL	34.91	0.27	6.60	Dax	18088.7	-0.27	7.98
Short Term	45.35	0.00	14.29	FTSE 100	8040.38	-0.06	3.97
Long Term	28.86	0.10	7.89	Nikkei 225	37646.55	-2.12	12.50
Gold	2318.20	0.09	12.37	Crude Oil	82.7635	0.17	15.88

Daily Agenda

Date	Time	Country	Data	Period	Expectation	Previous
25.04.2024		TU	TAVHL 1Q24 Earnings Announcement			
25.04.2024		TU	PRKME 4Q23 Earnings Announcement			
25.04.2024	14:00	TU	One-Week Repo Rate	Apr	50.00%	50.00%
25.04.2024	15:30	US	GDP Annualized QoQ	1Q	2.5%	3.4%
25.04.2024	15:30	US	Personal Consumption	1Q	2.8%	3.3%
25.04.2024	15:30	US	Initial Jobless Claims	Apr	215k	212k

In This Report

[Click for investment advisory bulletin.](#)
[Click for macroeconomic & political news.](#)
[Click for sector & company news.](#)

Links

[Recommendation List](#)
[Dividend Schedule](#)
[Weekly Agenda](#)
[Model Portfolio](#)
[Eurobond Bulletin](#)

Local Market Overview

BIST-100 – CBRT MPC meeting highlights on the agenda. On the global front, growth data to be announced today and PCE data to be announced tomorrow in the US are important in terms of expectations for the Fed. Before the data, we see a cautious trend in global risk appetite with the effect of Meta and IBM financials, which fell below expectations. In Turkey, CBRT MPC meeting is on the agenda. No change is expected in the policy rate at the MPC meeting. Before the meeting, the range of \$302-305 (~TRY9850-10000) stands out as resistance again in the BIST-100 index, while we follow the range of \$293-288 (~TRY9500-9350) as support. It should be noted that TAV Airports' 1Q24 financials are expected to be announced on the new day.



VIOP Index30 - On a day when interest rate decisions will be effective, stabilization above 10600 may continue. In April maturity Index30, the intraday close was at 10,619, while it was realized as 10,627.75 in the evening session. At the top of the data agenda abroad are the 1Q24 preliminary GDP data in the US, pending home sales for March and the Monetary Policy Committee (MPC) meeting of the Central Bank of the Republic of Turkey (CBRT) this month. On the other side, 1Q24 financial statements are starting to be announced with BIMAS, TAVHL. Next week, the results of AKBNK GARAN and YKBNK will start to come in. BIST April futures tried to stay above 10700 after the decline that started at 10823, but with high volatility, it headed towards the 10600 region again. Banking stocks continue to be effective in the market's search for direction. The new day may start with an opening above 10600 with horizontal expectations. However, let us remind you that 10.500-10400 levels are the support and 10.670-10.800 levels are the resistance zone in parallel with the volatility that may occur in the session where the pressure will continue.

Spot USD/TRY- According to the Bloomberg survey, the CBRT is expected to leave the key rate unchanged at 50% at today's April MPC meeting. Year-end CPI forecasts in the market are in the range of 40-44%. Therefore, in this environment, given the current policy rate and TL deposit rates in the market, there is an attractive real return potential in TL. It is emphasized that the tight monetary policy will be maintained for as long as necessary to create a disinflationary effect and that this will be supported by fiscal discipline. As a result of all this, CPI inflation on an annual basis is expected to start declining in the second half of the year with the base effect. We see a significant real appreciation trend in the TRY.

Eurobond link:

<https://rapor.garantibbvayatirim.com.tr/yatirimdanismanligi/eurobond25.04.2024.xlsm>

Macroeconomic and Political News

MPC to announce interest rate decision today at 2 pm local time **Confidence indices continue to signal a mixed outlook among sectors**

MPC Meeting: Following the CBRT's April MPC meeting the interest rate decision will be announced today at 2:00 pm local time. According to a *Bloomberg* survey, the consensus is for a *hold* decision at 50.0%.

Capacity utilization and sectoral confidence indices: The seasonally-adjusted manufacturing industry capacity utilization rate (CUR) fell slightly by 0.2 points to 77.0% in April. The confidence index rose mom in retail trade (1.9%), while falling in services (2.7%) for the month. The indices remained stable mom in the real sector and construction. On a 3-month average basis the confidence index fell in construction (0.8%), while rising slightly in the real sector (0.2%) and services (0.1%) sector. On a 3-month average basis the confidence index remained constant for retail trade. The indices point to a mixed outlook among sectors.

Sector and Company News

Sise Cam (SISE, OP): Eurobond Issuance (Neutral)

Sise Cam (SISE, OP, Price:48.82TLMcap:TL149,546mn) announced that book building process regarding the Eurobond issuance have been completed. Accordingly, USD500m nominal value with a 5-year maturity, May 2, 2029 as the redemption date, and 8.25% coupon rate. USD600m nominal value with an 8-year maturity, May 2, 2032 as the redemption date, and 8.625% coupon rate.

Turkcell (TCELL, OP): Ukraine Court lifts the seizure decision / Resolution of the dispute with Demirören Dağıtım Satış (Positive)

Turkcell (TCELL, OP, Price:78.30TLMcap:TL172,260mn) has announced that the Ukrainian courts have lifted the seizure decision of its subsidiaries, lifecell LLC, UkrTower LLC, and Paycell LLC. In another filing send to the BIST, Turkcell announced resolution of the dispute through mediation relating to ongoing litigation process with Demirören Dağıtım and that Turkcell will pay 130mn TL.

Comment: Recall that on March 5, 2024, Ukrainian court had ordered the seizure of 19.8% of the corporate rights of lifecell LLC, and 100% of the corporate rights of Ukrtower LLC and Paycell LLC, within the criminal proceedings related to suspicions involving Mikhail Fridman. Turkcell also said sale of Ukrainian assets to NJJ Capital were continuing. The case regarding Demirören was related to the Competition Protection dispute and the Court decided to pay 215.6mn TL together with interest from the date of the case. Therefore, we deem the resolution of the case as positive.

Emlak Konut (EKGYO, OP): Emlak Konut sold 675 independent units with a total value of TL6.2bn in 1Q24 (Neutral)

Emlak Konut (EKGYO, OP, Price: 9.25TL, MCap TL35,150mn): Emlak Konut announced that 675 independent units (including pre-sales) were sold in 1Q24, reaching TL6.2bn (excluding VAT) sales value with a sales area of 77.6k square meters.

Emlak Konut announced that 5,717 independent units (including pre-sales) were sold in 2023, reaching TL53.2bn (excluding VAT) sales value with a sales area of 785k square meters. 2024 targets include a total gross sales area of 533k m2 and TL52bn sales value. The company's net profit is estimated at 5.5bn TL.

Important Disclosures

This document is distributed by Garanti BBVA Securities, an investment services company supervised by the Capital Markets Board of Turkey (CMB).

Garanti BBVA Securities is subject to the Policy on Conduct in the Securities Markets which establishes common standards for activity in these entities' markets, but also specifically for analysis and analysts. This policy is available for reference at the following web site: www.garantibbvayatirim.com.tr

All Equity Analysts are subject to Garanti BBVA Securities Corporate Procedure for "Financial Research Activity and the Regime Applicable to Research Analysts." Material information about proprietary models used in ratings of securities in this report is available from the Head of Equity Research. Ratings on stocks are updated as analyst(s) views on the outlook for the business of their corporate issuers and/or valuations of the issuers' securities change in a meaningful way. Garanti BBVA Securities has established reasonable physical and informational barriers, along with compliance reviews and policies, to minimize potential conflicts of interest in preparing reports on corporate equities.

Garanti BBVA Securities owned a net short position exceeding 0.5% of the total issued share capital of the following companies covered in this report: NA

Garanti BBVA Securities owned a net long position exceeding 0.5% of the total issued share capital of the following companies covered in this report: NA

The research analyst or a member of the research analyst's household has a financial interest (including, without limitation, whether it consists of any option, right, warrant, future, long or short position) in the securities of the following companies covered in this report, and the nature of such interest is having those securities in their accounts: N/A

In the past twelve months, a member of a research analyst's household has received compensation from the following companies covered in this report: NA

The Analyst (or a household of an analyst) holds an executive or board position (please specify such as Director, Executive Manager or Manager) in the following companies that may be covered in this report: NA

The Analyst has received compensation for investment banking services from the following companies covered in this report: NA

Garanti BBVA Securities beneficially owned at least 1% of the common equity securities of the following companies covered in this report: NA

The analysed company beneficially owned more than 1% of the common equity securities of Garanti BBVA Securities (please specify the managerial prerogatives and other material financial relations as credit agreements or lease agreements between such parties): GARAN

In the past twelve months, Garanti BBVA Securities has had, or currently has, as corporate and investment banking clients the following companies covered in this report: ASELS, ENJSA, GARAN, MGROS, MPARK, SOKM, TAVHL, ZOREN, TTKOM

In the past twelve months, Garanti BBVA Securities managed or co-managed the public offerings of the following companies covered in this report: ASELS, SOKM

In the past twelve months, Garanti BBVA Securities has received compensation for investment banking services from the following companies covered in this report: ASELS, ENJSA, GARAN, MPARK, SOKM. In the next three months, Garanti BBVA Securities expects to receive or intends to seek compensation for investment banking services from the companies covered in this report: DOAS, GARAN

Garanti BBVA Securities makes a market/provides liquidity in the securities of the following companies covered in this report: NA

Garanti BBVA Securities or the Analyst is party to an agreement with regard to the preparation of recommendations for the following companies covered in this report: NA

Garanti BBVA Securities has received compensation for non-investment banking, securities related services or products within the past 12 months from the following companies covered in this report: AKSEN, DOAS, MGROS, PGSUS, TAVHL, TTKOM

Garanti BBVA Securities has received compensation for non-securities related services or products within the past 12 months from the following companies covered in this report: NA Garanti BBVA Securities trades or may trade as a principal in the debt securities, or related derivatives, that are the subject of this report.

Garanti BBVA Securities is subject to a Code of Conduct and to Internal Standards of Conduct on the Security Markets, which details the standards of the above-mentioned overall policy. Among other regulations, it includes rules to prevent and avoid conflicts of interests with the ratings given, including information barriers. This Code and the Internal Standards of Conduct on the Security Markets are available for reference in the 'Policies and Procedures' section of the following web site: www.garantibbvayatirim.com.tr

Equities - Rating System, Distribution and History

We have three ratings for stocks based on our current expectations of relative returns over a twelve month period:

- (i) **OUTPERFORM (OP):** As of the first issuance date of the rating, the stock's return is expected to exceed the return of the BIST100 over the next 12 months
- (ii) **MARKET PERFORM (MP):** As of the first issuance date of the rating, the stock's return is expected to be in line with the BIST100 over the next 12 months
- (iii) **UNDERPERFORM (UP):** As of the first issuance date of the rating, the stock's return is expected to fall below the return of the BIST100 over the next 12 months

Factors which may influence our ratings include: current market prices and conditions, operating issues and financing needs, macroeconomic trends and outlook, mergers and acquisitions and valuation. Valuation methods used by Garanti BBVA Securities include multiples of comparable companies, discounted cash flows, sum of the parts and other generally accepted methods that may apply to a particular case.

Price targets are provided based on the methodology explained above. Note that actual outcomes and results could materially differ from what is expressed, implied or forecasted in these price targets, as these involve risks, uncertainties and assumptions that are beyond the ability of Garanti BBVA Securities to control or predict. Future actions, conditions or events (affecting both market and non-market conditions, including those of a political or macroeconomic nature) and future results of the operations of subject companies may cause stock prices to differ materially from those expressed in this document.

As of today, for all the companies which Garanti BBVA Securities has under its coverage there are 38% Outperform ratings, 50% Market Perform ratings and 5% Underperform ratings; 3% of the coverage is Under Revision and two stocks are Not Rated. Garanti BBVA Securities has rendered investment banking services or has participated as manager and/or co-manager in public offerings in 21% of the Outperform ratings, 0% of the Market Perform ratings and in 0 % of the Underperform ratings.

Over the past twelve months, for all the companies which Garanti BBVA Securities has under coverage, there has been an end of the month- average of 48% Outperform ratings, 45% Market Perform ratings and 3% Underperform ratings; 2% Under Revision and two stocks (3%) are Not Rated. Garanti BBVA Securities has rendered investment banking services or participated as manager and/or co-manager in public offerings for an end of the month average of 10% of the Outperform ratings, 4% of the Market Perform ratings and 0% of the Underperform ratings.

GarantiBBVA's ratings on equities over the past three years are available at:
http://rapor.garantibbvayatirim.com.tr/arastirma/Recommendation_History.pdf

Analyst Certification

The research analysts included on the front page of this report hereby certify that: (i) the views expressed in this report accurately reflect their personal views about the subject companies and their

securities and (ii) no part of their compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in this report.

Disclaimer

This document and the information, opinions, estimates and recommendations expressed herein, have been prepared by Garanti BBVA Securities to provide its customers with general information and are current as of the date hereof and subject to changes without prior notice. Garanti BBVA Securities is not responsible for giving notice of such changes or for updating the contents hereof.

The investment information, comments and advice provided herein are not part of the investment advisory activity. Investment advisory services are provided by authorized institutions to persons and entities privately by considering their risk and return preferences. The comments and advice included herein are of a general nature. Therefore, they may not fit to your financial situation and risk and return preferences. For this reason, making an investment decision only by relying on the information given herein may not give rise to results that fit your expectations.

This document and its contents do not constitute an offer, invitation or solicitation to purchase or subscribe to any securities or other instruments, or to undertake or divest investments. Neither shall this document nor its contents form the basis of any contract, commitment or decision of any kind.

Therefore, investors should make their own investment decisions considering the said circumstances and obtaining such specialized advice as may be necessary. The information in this report has been obtained by Garanti BBVA Securities from sources believed to be reliable. However, Garanti BBVA Securities cannot guarantee the accuracy, adequacy, or completeness of such information, and cannot be responsible for the results of investment decisions made on account of this report. To the extent permitted by law, Garanti BBVA Securities accepts no liability of any type for any direct or indirect losses or damages arising from the use of this document or its contents. Investors should note that the past performance of securities or instruments or the historical results of investments do not guarantee future performance.

Garanti BBVA Securities or any of its salespeople, traders and other professionals may provide oral or written market commentary or trading strategies to its clients that reflect opinions that are contrary to the opinions expressed herein. Furthermore, Garanti BBVA Securities' proprietary trading and investing businesses may make investment decisions that are inconsistent with the recommendations expressed herein. No part of this document may be: (i) copied, photocopied or duplicated by any other form or means, (ii) redistributed, or (iii) quoted, without the prior written consent of Garanti BBVA Securities. No part of this report may be copied, conveyed, distributed or furnished to any person or entity in any country (or persons or entities in the same) in which its distribution is prohibited by law. More specifically, this document is in no way intended for, or to be distributed or used by an entity or person resident or located in a jurisdiction in which the said distribution, publication, use of or access to the document contravenes the law which requires Garanti BBVA Securities to obtain a licence or be registered. Failure to comply with these restrictions may breach the laws of the relevant jurisdiction.

The remuneration system concerning the analysts responsible for the preparation of this report is based on multiple criteria, including the revenues obtained by Garanti BBVA Securities and, indirectly, the results of Garanti BBVA Securities in the fiscal year, which, in turn, include the results generated by the investment banking business; nevertheless, they do not receive any remuneration based on revenues from any specific transaction in investment banking.

The market prices of securities or instruments or the results of investments could fluctuate against the interests of investors. Investors should be aware that they could even face a loss of their investment. Transactions in futures, options and securities or high-yield securities can involve high risks and are not appropriate for every investor. Indeed, in the case of some investments, the potential losses may exceed the amount of initial investment and, in such circumstances, investors may be required to pay more money to support those losses. Thus, before undertaking any transaction with these instruments, investors should be aware of their operation, as well as the rights,

liabilities and risks implied by the same and the underlying stocks. Investors should also be aware that secondary markets for the said instruments may be limited or even not exist.

No information in this report may be copied, modified, republished or exploited in anyway without the prior consent of Garanti BBVA Securities. Additionally, with respect to our statements above, all our claims and plea rights are covered in the regulations which apply in the countries that this report has been sent to.

General Disclaimer for Readers Accessing the Report through the Internet

In the event that this document has been accessed via the internet or via any other electronic means which allows its contents to be viewed, the following information should be read carefully:

The information contained in this document should be taken only as a general guide on matters that may be of interest. The application and impact of laws may vary substantially depending on specific circumstances. Garanti BBVA Securities does not guarantee that this report and/or its contents published on the Internet are appropriate for use in all geographic areas, or that the financial instruments, securities, products or services referred to in it are available or appropriate for sale or use in all jurisdictions or for all investors or counterparties. Recipients of this report who access it through the Internet do so on their own initiative and are responsible for compliance with local regulations applicable to them.

Changes in regulations and the risks inherent in electronic communications may cause delays, omissions, or inaccuracy in the information contained in this site. Accordingly, the information contained in the site is supplied on the understanding that the authors and editors do not hereby intend to supply any form of consulting, legal, accounting or other advice.

All images and texts are the property of Garanti BBVA Securities and may not be downloaded from the Internet, copied, distributed, stored, re-used, re-transmitted, modified or used in any way, except as specified in this document, without the express written consent of Garanti BBVA Securities. Garanti BBVA Securities reserves all intellectual property rights to the fullest extent of the law.

This document and the information, opinions, estimates and recommendations expressed herein, have been prepared by Garanti BBVA Securities Research Department, to provide its customers with general information regarding the date of issue of the report and are subject to changes without prior notice. All opinions and estimates included in this report constitute our judgment as of this date and are subject to change without notice.

The investment information, comments and advices given herein are not part of investment advisory activity. Investment advisory services are provided by authorized institutions to persons and entities privately by considering their risk and return preferences. Whereas the comments and advices included herein are of general nature. Therefore, they may not fit to your financial situation and risk and return preferences. For this reason, making an investment decision only by relying on the information given herein may not give rise to results that fit your expectations.

This document and its contents do not constitute an offer, invitation or solicitation to purchase or subscribe to any securities or other instruments, or to undertake or divest investments. Neither shall this document nor its contents form the basis of any contract, commitment or decision of any kind.

Investor who have access to this document should be aware that the securities, instruments or investments to which it refers may not be appropriate for them due to their specific investment goals, financial positions or risk profiles, as these have not been taken into account to prepare this report. Therefore, investors should make their own investment decisions considering the said circumstances and obtaining such specialized advice as may be necessary. The information in this report has been obtained by Garanti BBVA Securities Research Department from sources believed to be reliable. However, Garanti BBVA Securities cannot guarantee the accuracy, adequacy, or completeness of such information, and cannot be responsible for the results of investment decisions made on account of this report.

The market prices of securities or instruments or the results of investments could fluctuate against the interests of investors. Investors should be aware that they could even face a loss of their investment. Transactions in futures, options and securities or high-yield securities can involve high risks and are not appropriate for every investor. Indeed, in the case of some investments, the potential losses may exceed the amount of initial investment and, in such circumstances, investors may be required to pay more money to support those losses. Thus, before undertaking any transaction with these instruments, investors should be aware of their operation, as well as the rights, liabilities and risks implied by the same and the underlying stocks.

Investors should also be aware that secondary markets for the said instruments may be limited or even not exist.

This report is to be distributed to professional emerging markets investors only. This report is for private use only and intended solely for the individual(s). No information in this report may be copied, modified, republished or exploited in anyway without the prior consent of Garanti BBVA Securities. Additionally, with respect to our statements above, all our claims and plea rights are covered in the regulations which apply in the countries that this report has been sent to.