

Turkish Markets Daily

 20 December 2024
(09:55)

Financial Markets Data

Domestic Market	Last Price	Change (%)		International Markets	Last Price	Change (%)	
		Daily	YTD			Daily	YTD
BIST-100	9765.12	-1.52	30.72	S&P 500	5867.08	-0.09	23.00
BIST-30	10670.82	-1.61	33.04	Nasdaq 100	21110.51	-0.10	29.05
\$/TL	35.16	0.17	19.28	Dow	42342.24	0.04	12.34
€/TL	36.49	-0.05	11.45	Dax	19969.86	-1.35	19.21
Short Term	43.50	0.53	9.63	FTSE 100	8105.32	-1.14	4.81
Long Term	30.27	0.40	13.16	Nikkei 225	38701.9	-0.29	15.65
Gold	2604.26	0.28	26.24	Crude Oil	69.10049	0.06	-3.25

Daily Agenda

Date	Time	Country	Data	Period	Expectation	Previous
20.12.2024	10:00	TU	Expected Inflation Next 12 Mth	Dec	--	27.20%
20.12.2024	10:00	TU	Consumer Confidence SA	Dec	--	79.80
20.12.2024	16:30	US	Personal Income	Nov	--	0.60%
20.12.2024	16:30	US	Personal Spending	Nov	--	0.40%
20.12.2024	16:30	US	Real Personal Spending	Nov	--	0.10%
20.12.2024	18:00	EC	Consumer Confidence	Dec	--	-13.70

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Local Market Overview

BIST - Seeking balance after the Fed. After the unexpectedly hawkish rhetoric from the Fed the day before, which increased market volatility and dampened global risk appetite, we are seeing a search for balance in global and local markets. While the Dollar Index (DXY) remains strong on the back of economic uncertainty in Europe, the Fed's preferred inflation indicator, Personal Consumption Expenditures (PCE), will be released in the US today. It should be noted that there was a rally in emerging market CDS after the Fed meeting. Although the increase in Turkey's 5-year CDS remained relatively small, the pricing is 252bp->259bp. During the period when global risk appetite was subdued, the minimum wage discussions that came to the fore in Turkey caused a partial increase in volatility. The corrective trend in the BIST-100 index, which started in the 295-300 level, reached a loss of 5.8%. This took the BIST-100 to the first support zone (\$280-277), which we consider possible in the correction process. In the short term, we will monitor global risk appetite, local minimum wage discussions and the flow of news on geopolitical risks ahead of the MPC meeting on 26th December. On the technical side, we are following the \$280-277 (~TRY9800-9700) and \$272-267 (~TRY9500-9350) support levels during the correction. Although there may be some limited reactionary buying in the \$277 (~TRY9,700) area on the last trading day of the week, we do not expect any reactionary buying to create a strong upward momentum. The resistance zone that we follow on a daily basis is the \$280-282 (~TRY9850-9,950) area. Let us remind you that the FTSE index changes will be valid as of today's closing, so the activity may increase in the closing session.

BIST-100 (Day, ABD\$)



ViOP Index30 – After the sales since 29 November, 10,747 level, which is the extension of the band passing through 9886-10,182 levels, was reached... In December maturity Index30, the intraday close was 10,759 and the evening session closed at 10,772. The FED's interest rate decision, which was the headline agenda of the week, continues to reverberate in the markets. While US treasury bond yields rose, the S&P 500 experienced its biggest daily decline since August. Domestically, after the third meeting of the minimum wage negotiations, Türk-İş, the labour union, announced the minimum wage demand of 29,583 TL. BIST December futures faced sales at 11,570 after the rise that started on 29 November. As the profit sales continued, the level of 10,747, which is the extension of the band passing through 9886-10,182 levels, was reached. This region was the important support zone we mentioned earlier. Although we evaluate the pullbacks around this region positively in terms of buying opportunities, the MPC to be held on 26 December is the most important catalyst for possible reaction uptrend attempts that may start towards 11.200. The 11.570 and 11.700 levels, respectively, are the resistance levels to be used in case the rise gains strength. The new day can start around 10,780 with limited reactions. Let us remind you that 10.700-10.610 levels are the support and 10.800-10.920 levels are the resistance zone to be used during the day.

ViOP Endeks30 ARALIK

		Net Alım	Kurum Adı		Net Satım
19.12.2024	HSBC YATIRIM	4.231	IS YATIRIM	-	11.787
	STRATEJİ MEN.	3.489	TEB YATIRIM	-	6.722
	GEDİK YATIRIM	3.287	OYAK YATIRIM	-	3.601
	GARANTI BBVA	3.276	MEKSA YATIRIM	-	1.410
	VAKIF YAT.	2.528	HALK YATIRIM	-	1.385
	Diğer	10.450	Diğer	-	2.356
	Kurum Adı	Net Alım	Kurum Adı		Net Satım
02.09.2024	TEB YATIRIM	83.578	IS YATIRIM	-	203.130
	YAPI KREDİ YAT.	66.850	BANK-OF-AMERICA YATIRIM	-	111.214
	VAKIF YAT.	36.471	GARANTI BBVA	-	44.352
	HALK YATIRIM	33.867	MEKSA YATIRIM	-	1.496
	ZIRAAT YAT.	21.520	HSBC YATIRIM	-	1.455
	Diğer	121.483	Diğer	-	2.122

ViOP Dolar/TL ARALIK

		Net Alım	Kurum Adı		Net Satım
19.12.2024	BANK-OF-AMERICA YATIRIM I	33.443	AKBANK T.A.S.	-	58.493
	QNB BANK	26.373	YAPI VE KREDİ BANKASI A.S.	-	7.000
	IS YATIRIM	10.790	GARANTI BANKASI A.S.	-	6.000
	GARANTI BBVA	6.226	OYAK YATIRIM	-	5.023
	DENİZ YATIRIM	4.069	INFO YATIRIM MENKUL	-	3.940
	Diğer	6.312	Diğer	-	6.757
	Kurum Adı	Net Alım	Kurum Adı		Net Satım
02.09.2024	YAPI VE KREDİ BANKASI A.S.	332.171	IS YATIRIM	-	596.260
	AKBANK T.A.S.	171.597	BANK-OF-AMERICA YATIRIM	-	148.830
	YAPI KREDİ YAT.	164.292	QNB YATIRIM MENKUL	-	74.163
	QNB BANK	125.115	AK YATIRIM	-	70.336
	TEB YATIRIM	105.359	OYAK YATIRIM	-	41.805
	Diğer	161.042	Diğer	-	128.182

Spot USDTRY.. The depreciation of the Turkish Lira in the last month is around 2%. Based on the Tlref interest rate, the monthly net TL return is around 3.7%. In other words, in the current situation, the depreciation of the TL is still well below the interest yield. Considering the CPI inflation increase of 2% per month, there is a real return in TL above the realized inflation. CBRT was forecasting a CPI inflation increase of 1.50% in the last two months of the year. If the December CPI data comes in line with this expectation, the disinflation process will be felt more clearly. However, the minimum wage hike offer of 74% made by Türk-İş union is a significant risk for the start of monetary easing in December. The market expects a 150 bps rate cut in December. With the policy rate at 50%, a 150 bps cut would be a very limited easing and would not do much damage to the attractiveness of the TRY. Once the rate cuts start, the movement of hot money in the TL and the demand for foreign exchange by residents may determine the value of the TL against foreign exchange.

Sector and Company News

Pegasus (PGSUS, OP, Price:222.20TLMcap:TL111,100mn) has executed a purchase agreement with The Boeing Company covering up to 200 Boeing 737-10 aircraft. The company placed a firm order for 100 Boeing 737-10 aircraft with expected deliveries starting from 2028, and secured options for up to 100 additional Boeing 737-10 aircraft, convertible to firm orders in the upcoming years. The total value of the agreement for 200 Boeing 737-10 aircraft is USD 36 billion, assuming that all options are converted and delivered as firm order aircraft, and based on current list prices disregarding the special contractual pricing and payment conditions (Positive)

Sise Cam (SISE, OP, Price:41.72TLMcap:TL127,797mn): Is Bank (ISCTR, MP) has purchased TL5.0mn nominal value share of Sise Cam within a price range of TL41.90-42.50. Following the transaction, Is Bank's stake in Sise Cam has increased to 51.59%(Positive).

Tofas Otomobil Fab. (TOASO, OP, Price:184.20TLMcap:TL92,100mn): In connection with the KO commercial vehicle contract stated in the disclosure dated November 4, 2024, a sustainability-linked loan agreement has been signed with BNP Paribas Fortis SA/NV and ING BANK, SACE Lenders for an Export Credit Agency (ECA) loan amounting to EUR295.2mn, including insurance premium. This loan will support the financing of previously announced and additionally planned investments, raising the total projected investment to €276mn. The loan is expected to be utilized by December 31, 2024, and will mature in December 2032.

Based on the estimated disbursement schedule and average maturity, with semi-annual principal and interest payments, the annual total cost of the loan will range between 6-month Euribor + 2.27% – 2.37%, depending on the achievement of the pre-defined sustainability performance indicators.

Comment: The loan is of reasonable cost and slightly above the EUR232mnEUR amount disclosed in the material event disclosure dated November 4. As of 9M24, EUR45mn capex was made for KO. Despite the increased capex amount, it is understood that the production of KO model vehicles continues as planned. (Neutral)

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