

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

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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.

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