Daily Bulletin

August 4, 2025

TACİRLER YATIRIM

Daily View

Good morning. The weaker-than-expected U.S. employment data for July, combined with sharp downward revisions to the June figures and an increase in the unemployment rate from 4.1% to 4.2%, triggered significant sell-offs in global equity markets on Friday. However, looking at this morning's session, renewed expectations for Fed rate cuts and progress in trade negotiations are supporting buying interest in U.S. and European futures, as well as in Asian markets excluding Japan. In summary, global risk appetite is off to a positive start this week. Borsa Istanbul ended last Friday on a flat note, but we expect a positive opening to the new week. From a technical standpoint, the 10,800 – 11,000 zone continues to serve as a near-term resistance target, while 10,640 and 10,500 are key support levels to monitor. On today's economic agenda, the focus domestically will be on the July inflation data. We estimate that the monthly CPI will rise by 2.4%, leading to a decline in the annual inflation rate from 35.1% to 34%. Following the data, expectations for a rate cut from the Central Bank's Monetary Policy Committee (MPC) are likely to persist. Abroad, investor sentiment in the Eurozone (Sentix Index), as well as U.S. factory orders and durable goods orders, will be closely followed. Additionally, today marks the start of the subscription period for the real estate-backed securities offering of the Damla Kent Project in Başakşehir, Istanbul — a joint initiative by TOKİ and Emlak Konut GYO. The offering will be open for subscription throughout the week (August 4–8). For details regarding the public offering, you may visit the information page provided by Tacirler Yatırım , and further details about real estate certificates can be accessed at gayrimenkulsertifika.com Turkey's 5-year CDS spread starts the day at 285 basis points.

Macro and Politics

***TURKSTAT will release the July inflation figures today @ 10:00 local time.** We forecast a monthly CPI increase of 2.4% for July, which would bring the annual inflation rate to 34% from the previous month's 35%. According to a survey conducted by ForInvest (previously known as Foreks), the market consensus estimates a 2.4% m/m CPI rise, perfectly in line with our house estimate. We expect the sharp monthly increase in July inflation to be driven largely by one-off price and tax adjustments. We estimate that the 25% hike in natural gas prices for households implemented by the state-run natural gas distributor Botas will add roughly 0.5pp to headline CPI, while increase in tobacco prices and fuel adjustments will contribute approximately 0.2pp and 0.3pp, respectively. Accordingly, we assess that around 1pp of the monthly rise will stem from these temporary factors, and the dissipation of their impact, we expect monthly CPI to retreat slightly below 2% in August. That said, we do not foresee a return to the subdued levels observed in June—when the print came in at 1.37%—until the latter part of the year. Our year-end inflation forecast remains at 31%.

***Istanbul Chamber of Industry (ICI) Turkey Manufacturing PMI declined further from 46.7 to 45.9 in July, marking the lowest reading so far this year and the weakest since October 2024.** Remaining below the 50-threshold since March 2024, the index continues to signal a sustained loss of momentum in manufacturing activity for over a year. The accompanying note underlined that the Turkish manufacturing sector lost further momentum in July as muted demand conditions resulted in more pronounced slowdowns in new orders and output. In turn, manufacturers scaled back their staffing levels and purchasing activity, plus made efforts to limit inventory holdings. The note also highlighted that currency weakness was a key factor leading to further increases in input costs and output prices. The manufacturing PMI, which has been on a declining trajectory since February, underscores the prevailing contraction in industrial activity. Softening demand conditions continue to weigh on new orders and output, with the weakness appearing to have broadened across most sectors. Although the rate cuts that commenced in July are expected to bring about a partial improvement in demand dynamics in the second half of the year, we view the likelihood of a pronounced near-term rebound in industrial activity as limited. While economic momentum remained resilient in the first quarter, supported by domestic demand and net exports, we anticipate some moderation in the second quarter. That said, given the contribution of public expenditures to growth and the fact that household demand has not softened to the extent we had projected following the March 19 policy shift, we are maintaining our year-end forecast. As a result, we keep our 2025 year-end growth projection unchanged at 3.1%, with downside risks attched.

Sector and Company News

- **GIPTA** reported a net profit of TL417mn in 2Q, marking a YoY increase of 258% and reversing the TL45mn net loss recorded in 1Q. Revenue declined by 27% YoY to TL212mn, while EBITDA rose by 23% YoY to TL96mn.

- **ANSGR (Neutral)** reported TL3bn net profit in 2Q, up 31% QoQ and 15% YoY, slightly below consensus by 7%. While technical profit increased by 2% YoY to TL3.7bn, relatively weaker investment income weighed on the bottom line. The claims ratio improved 3pts QoQ but worsened 2pts YoY to 78%, and the combined ratio rose to 107% amid higher expenses. ROE stood at 36%, supported by ongoing growth in premium production.

- **AFYON (Negative)** posted TL100mn net loss in 2Q, versus TL195mn net profit a year ago. Revenue declined by 18% YoY to TL743mn, and EBITDA dropped 91% YoY to TL46mn.

- **EFORC** posted TL41mn net loss in 2Q, compared to TL111mn profit in the same period last year. Despite weak profitability, revenue surged 97% YoY to TL3.284bn and EBITDA jumped 277% YoY to TL449mn.

- **USAK** posted TL306mn net profit in 2Q, reversing a TL73mn loss YoY. Revenue increased by 99% YoY to TL1.209bn, while EBITDA declined 68% YoY to TL41mn.

- **MSCI will announce the results of its index review on August 7, with changes taking effect as of the close on August 26. In a recent assessment**, HSBC's Index Strategy Team highlighted that **SASA, CCOLA, PGSUS** and **SISE** may face removal from the MSCI Emerging Markets Standard Index. (Source: Dünya Gazetesi)

- **AKSEN** signed a 10-year agreement with Gabon's SEEG to build and operate a 145 MW power plant, expected to be commissioned in 1Q26.

- **DAPGM** expects TL3.5bn in revenue from its Ataşehir project based on current market conditions.

- **EBEBK** announced that the company's store count, which stood at 280 in Türkiye as of 30 June 2025, reached 281 by 31 July 2025.

- **EFORC** applied for exploration licenses for copper, iron, and chrome in two Adıyaman sites through its mining subsidiary.

- **EKGYO:** on July 29, Arrowstreet Capital purchased 4.37mn EKGYO shares at TL19.97, raising its stake from 4.96% to 5.08% and crossing the 5% threshold.

- **ESCOM** stated that its subsidiary Alesta Elektronik Teknoloji Yatırım sold a 5% stake in Artiox for a cash consideration of TL3mn.

- **ETILR** revised its planned capital increase from 200% to 100%, raising capital from TL120mn to TL240mn via cash injection.

- **FORTE** signed a USD5.7mn (TL231.6mn) subcontract agreement with AselsanNet under the Army's KKBS AY-2 Project.

- **KATMR** signed a USD3.9mn export contract with a foreign country for vehicle deliveries.

- **KOTON** disclosed that its second-quarter 2025 financial results will be released to the public on 14 August.

- **MAVI** reported that 200K of its own shares were repurchased at TL41.94 per share, raising the proportion of treasury shares to approximately 0.15% of the company's capital.

- **TMSN** announced the completion of engineering work and receipt of a construction permit for its emission reduction system (ATS) factory in Konya, aiming to localize EURO-5 compliant production.

- **ULUUN** sold three land plots totaling 8,180 m² through its subsidiary for TL45.5mn, generating TL10mn in profit.

- **GENIL** announced that it has decided to participate in the capital increase of its 66%-owned subsidiary, Gen Pharma Caucasus Manufacturing Operations MMC (GEN Kafkasya). Following the capital increase, GEN Kafkasya's share capital has been raised to AZN 15.3 million, while GENIL's ownership stake remains unchanged at 66%.

Share Transactions

Acquirer	Seller	Company	Type (Buyback / From Market)	# of lots	Transaction Price (TL)	Share in Capital after transaction
LKMNH		LKMNH	Buyback	60.000	17.76	3.76%
OFSYM		OFSYM	Buyback	10.866	56.17	0.41%
MAVI		MAVI	Buyback	200.000	41.94	0.15%

Important Disclosures

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