

## Daily View

---

Good morning. As the U.S. prepares for Trump to take office on January 20, his warning to BRICS countries against taking steps to counter the dominance of the dollar in global trade has triggered selling pressure on non-dollar currencies at the start of the week. Additionally, events unfolding within the context of opposition forces' occupation of Aleppo in Syria are adding to geopolitical risks. Considering these developments, global stock markets, which closed last Friday on an upward note, are displaying a lackluster performance this morning. In Asia, however, open regional markets are generally experiencing gains. At Borsa Istanbul, following a rapid two-day rise from the 9,000s to 9,700 levels the previous week, last week remained largely flat around 9,650. This stability is also forming a technical flag pattern. The resistance level for the pattern is at 9,750, and if this level is breached, the pattern's target is 10,500, with interim resistance levels at 10,000 and 10,200. The invalidation level for the pattern is 9,570. On today's agenda, Manufacturing PMI data will be monitored both domestically and internationally. Later in the week, Turkey's November inflation data (tomorrow) and U.S. employment figures will be key points of interest. Meanwhile, Turkey's 5-year CDS premium remains stable at 257 basis points.

## Macro and Politics

---

**\* Istanbul Chamber of Industry (ICI) November PMI figures will be announced @ 10:00 local time.** Istanbul Chamber of Industry (ICI) October PMI increased to 45.8 level from 44.3 level, yet standing below the 50-threshold for the seventh consecutive months. The accompanying note underlined that Turkish manufacturer continued to face a challenging environment as the final quarter of the year got underway, although rates of moderation in output, new orders, purchasing activity and employment softened since September. It is cited that market conditions remained challenging, leading to muted demand and further slowdowns in total new orders and exports. In turn, manufacturers scaled back production for the seventh month running. In all cases, however, rates of moderation softened from September. Following the leading indicators that showed further contraction in economic activity for the third quarter of the year, we observe that the indicators portrayed a slight improvement in October. However, given the tight financial conditions and anticipated further slowdown in domestic demand due to the lagged impacts of monetary policy, we expect industrial sector activity to remain weak in the coming period.

**\* In 3Q24, the Turkish economy contracted by 0.2% in sequential terms, while it grew 2.1% y/y, marking the lowest annual growth since the pandemic period.** The 2Q24 growth figures were also revised down: quarterly growth was adjusted to -0.2% from 0.1%, and annual growth was revised to 2.4% from 2.5%. This marks the second consecutive quarter of contraction, signaling a technical recession. The quarterly contraction was mainly driven by a slight decrease in household consumption (-0.3% q/q), a decline in government spending (-0.4% q/q), and negative contributions from inventories. However, net exports continued to support growth, primarily due to a drop in imports (-1.6% q/q). While the quarterly result met market expectations, the annual growth remained below the median forecast of 2.4%. Our expectations were for a slightly higher quarterly contraction of around 0.5%, with annual growth at 1.5%. The ongoing tight monetary policy is impacting the Turkish economy, which has now contracted for two consecutive quarters, albeit modestly. Yet, we believe there hasn't been enough of a slowdown to support the disinflation process, as services and private consumption remain somewhat stronger than expected. Although data is still limited, the outlook for 4Q appears slightly more optimistic compared to 3Q. We expect GDP growth to finish 2024 at around 2.9%.

## Sector and Company News

- **AYDEM** completed its YEKDEM applications for 2025. Söke Wind, Yalova Wind, Akıncı Hydropower, and Göktaş 1-2 Hydropower plants will sell electricity at a fixed price guarantee of USD73/MWh. Additionally, the company disclosed its electricity production data for October. Accordingly, electricity production in October decreased by 5% year-on-year to 133 GWh. While wind and hybrid solar power generation increased by 45% year-on-year, hydropower generation declined by 22% to 25%.
- **BIMAS** announced the repurchase of 100,000 shares at a price of TL474.88 per share. Following this transaction, the proportion of shares held relative to the company's capital increased to 1.89%.
- **GLCVY** announced that it won the tender for the sale of a non-performing loan portfolio with a principal amount of TL324.4mn by submitting the highest bid.
- **KARTN** announced that it has decided to terminate the "Collection and Separation of Non-Hazardous Waste" activities carried out by its 100% subsidiary, Dönkasan Dönüştürülen Atık.
- **KCHOL, YKBNK**: Koç Holding stated that no negotiations, as mentioned in the allegations regarding the sale of its shares in Yapı ve Kredi Bankası to QNB Group, are taking place.
- **SISE** announced the initiation of negotiations to acquire all of the 20.4% indirect shares of Ciner Group in Şişecam Wyoming LLC and the 40% partnership shares in Pacific Soda LLC for a total of USD285.39mn, within the scope of its soda ash operations in the United States.
- **SOKM** received approval from the Capital Markets Board for the simplified merger process with its 100% subsidiary, Future Teknoloji Ticaret, through acquisition.
- **TMSN** announced its 3Q24 financial results, reporting a net loss of TL529mn. The company had posted a net loss of TL694mn in the same period of the previous year and a net profit of TL145mn in the prior quarter. During the same period, the company's sales revenues decreased by 57% year-on-year but increased by 6% quarter-on-quarter.

## Share Transactions

Acquirer	Seller	Company	Type (Buyback / From Market)	# of lots	Transaction Price (TL)	Share in Capital after transaction
BIMAS		BIMAS	Buyback	100.000	474.88	1.89%
LKMNH		LKMNH	Buyback	21.000	19.95	2.62%
FRIGO		FRIGO	Buyback	20.000	8.22	2.27%
YGGYO		YGGYO	Buyback	36.614	60.25	3.28%
TUKAS		TUKAS	Buyback	548.166	6.80	1.22%
CEMZY		CEMZY	Buyback	308.395	10.24	2.23%
GEDIK		GEDIK	Buyback	14.000	7.39	2.19%
PCILT		PCILT	Buyback	200.000	17.39	1.24%
TARIM KREDİ KOOP. MERKEZ BİRLİĞİ G.M		GUBRF	Market	3.961.000	239.00	78.73%

# Important Disclosures

## Disclaimer

This document was produced by Tacirler Yatırım Menkul Değerler A.Ş. ("Tacirler Investment"), solely for information purposes and for the use of the recipient. It is not to be reproduced under any circumstances and is not to be copied or made available to any person other than the recipient.

This document does not constitute an offer of, or an invitation by or on behalf of Tacirler Investment to any person to buy or sell any security. The information contained herein has been obtained from published information and other sources which Tacirler Investment considers to be reliable. Tacirler Investment does not accept any liability or responsibility whatsoever for the accuracy or completeness of any such information. All estimates, expressions of opinion and other subjective judgments contained herein are made as of the date of this document.

Recipients of this document are urged to base their investment decisions upon their own appropriate investigations that they deem necessary and they should make their own independent decisions as to whether an investment or instrument is proper or appropriate based on their own individual judgment and their risk-tolerance. Any loss or other consequence arising from the use of the material contained in this publication shall be the sole and exclusive responsibility of the investor and Tacirler Investment accepts no liability for any such loss or consequence. Not all investment strategies are appropriate at all times, and past performance is not necessarily a guide to future performance.

Tacirler Investment may, from time to time, have a long or short position in any of the securities mentioned herein and may buy or sell those securities or their derivative securities thereon either on their own account or on behalf of their clients.

Tacirler Investment may perform or seek to perform securities, investment banking or other services for such issuer or its affiliates presented in this document.