

Daily View

Good morning. Ahead of the U.S. CPI data set to be released today at 4:30 PM Turkish time, global risk appetite appears weak. Annual CPI is expected to rise from 2.6% to 2.7%, signaling a slowdown in the disinflationary trend. Consequently, this could limit expectations for rate cuts from the Federal Reserve. However, we observe that upward revisions for U.S. indices continue, and expectations for further increases remain intact for 2025 as well. On the other hand, in Borsa Istanbul, Monday's gains driven by Syria-related expectations were erased yesterday. As stated in our strategy note on cement companies and the potential impact of developments in Syria, we currently view the potential demand from the region as having a limited effect on cement companies. That said, we do not anticipate a continued decline in the BIST 100 index. From a technical perspective, support levels can be observed at 10,000, 9,850, and 9,750, while resistance levels stand at 10,200, 10,280, and the 10,400–10,500 band. Should momentum be sustained above this range and capital inflows persist, the likelihood of testing the all-time high of 11,250 in TL terms will increase. Today's agenda is relatively calm aside from the U.S. inflation data. Turkey's 5-year CDS premium starts the day at 249 basis points.

Macro and Politics

* **The sequential (the seasonal and calendar adjusted monthly figure) industrial production (IP) contracted by 0.9% m/m as of October, while the calendar adjusted IP narrowed by 3.1% y/y.** As per the subsectors of the industry, the mining and quarrying index decreased by 4.8% m/m, while manufacturing index decreased by 1% m/m. On the other hand, electricity, gas, steam and air conditioning supply index increased by 3.3% in October 2024, compared with previous month.

* **The adjusted unemployment rate remained edged up to 8.8% from 8.7% as of October.** The broad-based unemployment calculations also deteriorated as the rate of composite measure of labor underutilization – including time-related underemployment, potential labor force and unemployment—increased by 1.9 ppts to 27.6%. Furthermore, the combined rate of time-related underemployment and unemployment climbed to 18.5% from 17.3%, while the combined rate of unemployment and potential labor force rose to 19% from 17.9%.

* **The Treasury tapped the domestic markets to the tune of TL32.2bn (including non-competitive sales) via yesterday's 9m G-bond and 5y fixed coupon bond auctions.** Accordingly, the total domestic borrowing of the Treasury this month has reached TL78.4bn. After this week's auctions, 2y fixed coupon and 6y FRN bond auctions on December 16th and 3y CPI-indexed and 10y fixed coupon bond auctions as well as the direct sale of 2y lease certificate on December 17th and finalize its domestic borrowing program for December. According to three-month (Dec 24 – Feb 25) domestic borrowing strategy, the Treasury has a total domestic redemption of TL71.5bn in December, while in return plans to borrow TL132bn throughout the month, indicating a roll-over ratio of 185%.

Sector and Company News

- **AKGRT** reported a premium production of TL2.4bn in November, marking a 4% increase compared to the same month last year.
- **ATATP** announced that its subsidiary, ATP Girişim Sermayesi Yatırım Ortaklığı A.Ş., has applied to the Capital Markets Board to increase its capital from TL60mn to TL125mn.
- **BEGYO** decided to sell 170 independent units for TL638.9mn, excluding VAT, to Sinpaş Yapı, Deniz Tekstil, and Hürsan Havlu in settlement of its debts to these shareholders.
- **BIMAS** announced the repurchase of 270,000 shares at a price of TL527.92 per share. Following this transaction, the proportion of shares held relative to the company's capital increased to 1.98%.
- **CWENE's** application for a 708% bonus capital increase has been officially registered.
- **EFORC:** The subsidiary Efor Gübre Madencilik signed a contract with a U.S.-based firm to purchase 50,000 tons of petroleum coke. Additionally, a sales agreement worth TL84mn was signed with another company operating abroad for this purchase. Petroleum coke sales are planned to be conducted on a quarterly basis starting in 2025, with an expected contribution of TL428mn to 2025 revenue.
- **EFORC:** Efor Gübre Madencilik also signed petroleum coke sales agreements with two separate companies operating in the domestic market. The total sales value is TL76.3mn, excluding VAT.
- **TEZOL** announced that its application for a bonus capital increase, raising its capital from TL440mn to TL500mn, has been approved by the Capital Markets Board.
- **YEOTK** announced its decision to invest TL40mn in Neo Portfolio Cleantech GSYF.

Share Transactions

Acquirer	Seller	Company	Type (Buyback / From Market)	# of lots	Transaction Price (TL)	Share in Capital after transaction
BIMAS		BIMAS	Buyback	270.000	527.92	1.98%
FRIGO		FRIGO	Buyback	20.000	8.43	2.33%
AGESA		AGESA	Buyback	3.000	143.70	0.83%
GEDIK		GEDIK	Buyback	120.000	7.86	2.22%
CEMZY		CEMZY	Buyback	520.779	10.89	2.52%
NTHOL		NTHOL	Buyback	15.815	47.90	6.38%
LKMNH		LKMNH	Buyback	20.000	17.81	2.68%
KRVGD		KRVGD	Buyback	50.000	2.28	1.25%
ADGYO		ADGYO	Buyback	29.801	31.80	5.70%
RUZY FİNANSAL HİZMETLER A.Ş.		ALMAD	Market	475.000	7.35	4.20%
	DOĞUŞ HOLDİNG A.Ş.	DOAS	Market	11.000.000	213.00	60.50%
	TEPE İNŞAAT SANAYİ A.Ş.	TAVHL	Market	200.000	282.25	4.09%

Important Disclosures

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