

Daily View

Good morning. Global risk appetite is starting the new week on a positive note. After Friday's sell-offs in the U.S. and Europe, futures indices are showing some recovery this morning. However, Asia remains generally weak. On the BIST, the short-term technical outlook has slightly improved following Friday's strong inflows, the recovery from below 10,000, and the close at 10,125. Fundamentally, upward revisions in valuations are ongoing. The 12-month forward BIST 100 index targets, which approached 13,200 in October, have now shifted toward the 13,500 level. If expectations linked to Q4 2024 and Q1 2025 financials improve, combined with interest rate cuts from the Central Bank and continued positive external conditions, we anticipate BIST 100 index targets could climb further toward 14,000. This would imply approximately a 40% gain on an index basis, with an average return of around 60% for companies expected to outperform the index, which would sustain interest in the BIST. From a technical perspective, the immediate resistance levels are at 10,170 and 10,280, while the support levels to watch are at 10,020 and 9,960. On today's agenda, domestically, the second meeting of the minimum wage determination commission will be monitored, while in Europe and the U.S., manufacturing PMI data will be the focus. Later in the week, key events include the Fed's interest rate decision, U.S. GDP figures, and core PCE data. Lastly, Turkey's 5-year CDS premiums are starting the week at 250 basis points.

Macro and Politics

*** The Treasury will hold 2y fixed coupon and 6y FRN bond auctions today. The Treasury tapped the domestic markets to the tune of TL78.4bn so far this month.** After today's double auction, the Treasury will hold 3y CPI-indexed and 10y fixed coupon bond auctions as well as the direct sale of 2y lease certificate tomorrow 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%. Hence, as per the domestic borrowing strategy, the Treasury is likely to borrow around TL55bn from the domestic markets this week.

*** The Treasury and Finance Ministry will release November central government budget figures @ 11:00 local time.** Recent data indicates a budget deficit of TL1.3tn and a primary deficit of TL211.4bn for the Jan – Oct period. Over the same period, the cash balance recorded a deficit of TL1.7tn, reflecting a persistent divergence between accrual-based and cash budget outcomes since the beginning of 2024. While cash-based performance is likely to remain weak, we foresee non-tax revenues and interest expenditures emerging as the key drivers of fiscal performance in the months ahead. The cumulative budget deficit so far remains well below the projections set out in the Medium-Term Economic Program (MTEP). However, with a significant portion of the planned TL1tn in earthquake-related expenditures expected to be accrued in the final months, we anticipate the deficit converging more closely with MTEP forecasts. Accordingly, much like last year, we foresee a notable widening of the budget deficit in December. We expect the budget deficit to reach TL1.86tn (4.3% of GDP) in 2024.

Sector and Company News

- **ANHYT** reported gross premium production for the period of January 1 to November 30, amounting to a total of TL11,108,395,525. Of this, TL11,106,787,998 came from life insurance and TL1,607,527 from non-life insurance.
- **ENJSA** announced that the preliminary license granted by EPDK for the planned 21MWp/15MWe solar power plant with storage in Çankırı-Eldivan has been canceled.
- **GSDHO's** subsidiary, GSD Varlık Yönetimi, announced that it won the tender for two commercial/SME portfolios with principal amounts of TL77.3mn and TL88.9mn by submitting the highest bid.
- **IMASM** announced that it signed a contract worth USD5.8mn.
- **ISCTR** announced the sale of 306,000,000 shares from its treasury stock via a block sale through a special order on Borsa Istanbul at a price of TL13.30 per share. All shares were sold to foreign institutional investors.
- **LKMNH** repurchased a total of 19,500 shares within the price range of TL17.80-17.83. Following this transaction, the company's share in its capital increased to 2.71%.
- **PETKM** announced its intention to implement a new project called the 'Master Plan,' which includes the establishment of new process units and the modernization of its existing aromatics complex, phthalic anhydride, low-density polyethylene units, and utility facilities.

Share Transactions

Acquirer	Seller	Company	Type (Buyback / From Market)	# of lots	Transaction Price (TL)	Share in Capital after transaction
FRIGO		FRIGO	Buyback	20.000	8.55	2.40%
TUKAS		TUKAS	Buyback	2.245.618	7.14	1.43%
GEDIK		GEDIK	Buyback	9.091	7.92	2.23%
ADGYO		ADGYO	Buyback	511.000	32.50	5.96%
LKMNH		LKMNH	Buyback	19.500	17.82	2.71%
CEMZY		CEMZY	Buyback	875.933	11.16	2.74%
OĞUZ TEKSTİL SAN VE TİC AŞ		BOSSA	Market	1.000.000	8.01	0.78%

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.