

Daily View

Good morning. A renewed rise in geopolitical risks is pushing Brent crude oil prices to the USD 103 – 104 band. U.S. bond markets were closed yesterday; trading resumed today, but the 10-year U.S. Treasury yield is following a calm course around 5.20%. In Europe, ongoing budget concerns are still unsettling, and the upward trend in bond yields, particularly in France, continues. Although the spread between French and German 10-year bond yields was around 60 basis points throughout the year, it has climbed as high as 140 basis points in recent days and is above 100 basis points for the first time since 2012, the period of the European debt crisis. Looking at equity markets, we are seeing a weak but balance-seeking outlook on the global side this morning. U.S. and European futures and Asian markets are generally on the negative side, but there are recoveries compared to the early hours. In Borsa Istanbul, we ended the day yesterday at 12,150.67 points with a 0.9% decline. The companies contributing to the index were AKBNK, AGHOL, EREGL, SAHOL, YKBNK, while those with a negative impact on the index were ASELS, BIMAS, ASTOR, ENKAI, TAVHL. Companies standing out with steady fund inflows over the past week were SISE, AEFES, ULKER, ENTRA, DOAS, KMPUR, TABGD. From a technical perspective, the 11,900 / 12,000 area can be monitored as the main support zone in the BIST 100 index, with 12,040 as interim support. Resistances, on the other hand, are at the 12,300 / 12,330 and 12,400 / 12,530 areas. On today's agenda, the August current account data will be monitored domestically; we expect a surplus of +USD 4.4 billion, while the market expectation is +USD 3.8 billion. Our year-end current account deficit forecast, at USD 54 billion, points to 3% of GDP. Turkey's 5-year CDS premium starts the day at 243 basis points.

Macro and Politics

*** The CBT will release August Balance of Payment figures today @10:00 local time.** We expect the current account to post a surplus of USD4.4bn in August. Our projections point to a narrowing in the balance of payments-defined foreign trade deficit to USD2bn, with net travel revenues exceeding USD7bn and the services surplus reaching around USD9.5bn. We maintain our year-end current account deficit forecast at USD54bn, equivalent to 3% of GDP.

Sector and Company News

- According to OSD data, total automotive production declined by 6% YoY to 971k units in the January-September period, while passenger car production fell by 17% to 528k units. Total automotive exports declined by 11% in unit terms, while export revenues increased by 3% to USD31.1bn. In the same period, the automotive market contracted by 13%, while commercial vehicle production increased by 12%.
- **AHGAZ** repurchased 145K shares at TL48.43 per share under its share buyback program. The ratio of repurchased shares to capital reached 3.28%.
- **AKBNK** settled the Competition Board investigation regarding labor markets and will pay an administrative fine of TL1.71bn.
- **AKSEN** decided to increase the capacity of Kalecik Power Plant in the TRNC by 35 MW, after which its total installed capacity in the region will reach 223 MW.
- **ARDYZ** repurchased 5K shares at TL67.90 per share under its share buyback program. The ratio of repurchased shares to capital reached 0.070%.

- **GENIL** signed a five-year distributorship agreement with Incyte Biosciences and exclusively acquired licensing, sales and distribution rights.
- **HEKTS** announced that the CMB approved its subsidiary Ferbis' application to exit the registered capital system and the related amendments to its articles of association.
- **MAVI** repurchased 249K shares at an average of TL37.65 per share under its share buyback program. The ratio of repurchased shares to capital reached 2.16%.
- **OZATD** completed and delivered the repair, maintenance and overhaul works of 4 vessels, while the total contract value increased from USD4.57mn to USD5.61mn with additional requests.
- **PASEU** received an order for the transportation of 16,380 tons of grain from Kazakhstan to Turkiye via the Baku-Tbilisi-Kars Railway Line, and targets to reach a monthly transportation volume of 30k tons following the first shipment.
- **TRGYO** announced that the final acquisition price of Forum Kayseri Shopping Mall, which it acquired in February, was reduced from EUR132.2mn to EUR131.9mn following the financial audit.

Share Transactions

Acquirer	Seller	Company	Type (Buyback / From Market)	# of lots	Transaction Price (TL)	Share in Capital after transaction
LMKDC		LMKDC	Buyback	100.000	23.93	0.41%
KRVGD		KRVGD	Buyback	650.000	2.19	1.97%
LKMNH		LKMNH	Buyback	30.000	11.00	6.09%
KZGYO		KGZYO	Buyback	387.831	17.27	0.55%
AHGAZ		AHGAZ	Buyback	145.000	48.43	3.28%
DAGI		DAGI	Buyback	100.000	5.25	7.49%
DERHL		DERHL	Buyback	650.000	1.58	0.63%
YYLGD		YYLGD	Buyback	72.000	7.65	0.16%
GIPTA		GIPTA	Buyback	56.000	29.35	0.21%
GRTHO		GRTHO	Buyback	175.000	109.96	1.85%
MOPAS		MOPAS	Buyback	200.000	17.68	0.07%
MAVI		MAVI	Buyback	249.372	37.65	2.16%
ORGE		ORGE	Buyback	40.000	22.82	1.04%
ARMGD		ARMGD	Buyback	1.000.000	133.98	1.84%

Important Disclosures

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