

Daily View

Good morning. Expectations of a Fed rate cut continue to support global equity markets. The impact has been so strong recently that, despite the Bayrou Government in France losing a confidence vote for the first time in 67 years at the ruling party's own request, the EUR/USD pair moved toward 1.1770 while gold prices advanced above USD 3,650 per ounce. Meanwhile, the decline in U.S. Treasury yields continues. Domestically, ongoing political tensions keep pressure on Turkish assets. The FX market remains calm, but bond yields continue to rise while the BIST is trending lower. Yesterday, we noted that below the 10,600 support level, there was room for a pullback toward 10,300. Given the continued decline fueled by capital outflows and foreign selling, the psychological support level of 10,000 has now also come onto the radar. The 10,600 level should now be monitored as resistance. We also observe that 12-month long-term target levels for the BIST 100 index are beginning to be revised slightly downward. We believe these revisions stem less from political developments and more from expectations that the CBRT's anticipated rate-cutting path will be tempered, and we expect this trend to continue for some time. Today's calendar is quiet. Turkey's 5-year CDS premiums start the day at 273 basis points.

Macro and Politics

***The Treasury will hold 2y and 5y fixed coupon bond auctions today.** The Treasury borrowed TL67bn (including non-competitive sales) from the domestic markets via yesterday's 9m zero-coupon bond auction. The Treasury also conducted a direct sale of 2-year TLREFK (Turkish Lira Overnight Participation Reference Rate) indexed lease certificates yesterday, marking the first-ever issuance of such an instrument. The auction resulted in a notably large placement of TL80.1bn. As a result, the Treasury tapped domestic markets for a total of TL147.1bn in total yesterday. According to its three-month (Sept – Nov 2025) domestic borrowing program, the Treasury faces a domestic redemption of TL255.8bn in September, while in return it plans to borrow TL346n in total throughout the month, indicating a roll-over ratio of 135%. After this week's auctions, the Treasury will hold 5y CPI-linked and 10y fixed coupon bond auctions on September 16 and finalize its domestic borrowing program for the month. The new 10-year bond maturing September 5, 2035 will become the benchmark issue following its September 16 auction, replacing the current 27.09.2034 maturity in the secondary market.

Sector and Company News

- **THYAO (Positive):** Turkish Airlines released its passenger statistics for August.
 - Total passenger traffic increased by 11.9% year-on-year, reaching 9.5 million. Domestic passengers rose by 14.5% to 3.04 million, while international passengers grew by 10.5% to 6 million.
 - The load factor improved by 0.9pp to 86.7% in August 2025 compared to the same period last year.
 - Cargo volume carried in August reached 191 thousand tons, up 10.5% YoY and flat versus the previous month.

We view the August traffic data positively, supported by broad-based annual improvements. We maintain THYAO in our model portfolio with a 12-month target price of TL439 per share (ex-dividend impact: TL435.6).

THYAO # of pax (mn)								
mn	August-24	August-25	y/y	July-25	m/m	3Q24	3Q25 (July-Aug)	y/y
Domestic	3,0	3,5	14,5%	3,4	3%	8,8	6,9	-22,5%
Int'l	5,4	6,0	10,5%	5,7	6%	15,6	11,6	-25,4%
Total	8,5	9,5	11,9%	9,0	5%	24,5	18,5	-24,4%
Cargo (K tons)	173	191	10,5%	191	0%	513	382	-25,5%

Source: Company Data, Tacirler Investment

- **AKBNK** transferred a portfolio of non-performing loans worth TL1.2bn to asset management companies for TL287mn.
- **EKOS** has signed a contract with a Turkey-based company for the 220 kV Substation Project to be carried out in Algeria. The total contract value is TL110mn.
- **GARAN** transferred a portfolio of non-performing loans with a principal amount of TL1.7bn to Ortak Varlık and Gelecek Varlık for TL279mn.
- **ISGSY** had a legal entity shareholder apply for the conversion of 1 million shares, corresponding to 1.3% of the capital, into publicly traded shares.
- **MPARK** announced that the acquisition process of Bileşim Turizm İnşaat Sanayi ve Ticaret A.Ş., the parent of Özel Gaziosmanpaşa Hospital, has been terminated as the conditions were not met.
- **SAYAS** won a EUR1.3mn tender for wind turbine tower internal components.
- **TGSAS:** Re-Pie acquire 17.66% of the share capital and 61.16% of the voting rights. An application was submitted to the Capital Markets Board (CMB) for a mandatory tender offer.
- **TOASO** signed an agreement with Stellantis Europe S.P.A for the production of K9 model light commercial vehicles in Turkey, with an investment of up to EUR 256mn. The project will start in 3Q26 with an annual production capacity of around 150k units, and a total of 660k vehicles are planned to be produced by the end of 2034.

Share Transactions

Acquirer	Seller	Company	Type (Buyback / From Market)	# of lots	Transaction Price (TL)	Share in Capital after transaction
AKFYE		AKFYE	Buyback	265.000	17.04	0.90%
LKMNH		LKMNH	Buyback	47.000	18.33	4.48%
PNLSN		PNLSN	Buyback	4.000	40.68	1.05%
AKFGY		AKFGY	Buyback	1.150.000	2.61	0.67%
AKFIS		AKFIS	Buyback	1.268	22.58	0.58%
ULUFA		ULUFA	Buyback	518.731	4.27	6.81%
PRKME		PRKME	Buyback	25.006	20.26	0.97%
GLYHO		GLYHO	Buyback	250.000	9.25	0.75%

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