

Daily View

Good morning. While recession concerns in the U.S. continue to drive selling pressure on Wall Street, the approval of a program in the House of Representatives to fund public activities until September 30 is supporting futures. Similarly, in Europe, after markets fell more than 1% yesterday, futures are trading around 1% in positive territory this morning. In Asia, the outlook remains mixed. On Borsa Istanbul, the 10,500 resistance level was tested for the third time yesterday but could not be surpassed. Today, we expect it to be tested for the fourth time. The 10,520 / 10,560 zone can be monitored as a resistance area. On today's agenda, U.S. CPI data stands out. The data, to be released at 15:30, is expected to show a slight decline in both headline and core annual inflation figures. In the U.S., the volume of put positions in the options market has reached record levels, which increases the likelihood of a reactionary buying move following today's CPI release. In such a case, we expect the positive momentum in BIST to find renewed support. The 10,350 / 10,380 range can be watched as the initial support area for BIST. Turkey's 5-year CDS starts the day at 264 basis points. Moving forward, we expect it to decline back to 250 basis points or lower.

Macro and Politics

*** We expect the January Current Account Balance to post a deficit of USD4.5bn, above the median estimate of USD3.3bn according to the survey conducted by ForInvest.** We would like to reiterate that we have recently revised our 2025 year-end current account deficit forecast to USD 22bn (1.5% of GDP) from USD 15bn (1% of GDP), based on the assumptions that: (i) the real appreciation of the Turkish lira will persist in 2025, albeit to a more limited extent compared to 2024, (ii) the upward trend in consumption goods imports will be sustained, and (iii) subdued demand conditions in key export markets will continue.

***The Treasury borrowed TL102.4bn in total (including non-competitive sales) from the domestic markets through auctions of a 2y fixed coupon bond and a 4y TLREF-indexed bond yesterday.** The 2y fixed coupon bond auction saw a bid-to-cover ratio of 2.27x, with an average borrowing cost of 37.28%. Meanwhile, the 4y TLREF-indexed bond auction recorded a bid-to-cover ratio of 1.73x, while the term rate stood at 10.83%, indicating low demand. According to the three-month (Mar – May 25) domestic borrowing strategy, the Treasury has a total domestic redemption of TL124.7bn in March, while in return plans to borrow TL201.2bn throughout the month, via five auctions. After yesterday's double auctions, the Treasury will hold a 7y FRN bond auction on March 17th, and 3y CPI-indexed and 5y fixed coupon bond auctions on March 18th, finalizing its domestic borrowing program for March.

Sector and Company News

- **AHGAZ (Slightly Negative)** announced its 4Q24 financial results with a net profit of TL115mn. During this period, the company generated TL1.58bn EBITDA, while a deferred tax expense of TL2.5bn acted as a pressure factor.
- **AKFYE (Negative)** reported a net loss of TL576 million in 4Q24. The company's EBITDA increased by 25% compared to the same period last year. Other expenses from main operations amounting to TL1.43bn created pressure on financials. Meanwhile, a net monetary gain of TL229mn and a deferred tax income of TL284mn provided some support.
- **ALTNY (Negative)** announced a net profit of TL368mn in 4Q24, down 39% YoY but up 666% QoQ. Net sales stood at TL580mn, reflecting a 15% YoY decline. The company reported TL273mn EBITDA in 4Q24, down 43% YoY. EBITDA margin contracted by 2,306bps YoY to 47.0%.
- **AYDEM** reported a net loss of TL15.4bn in 4Q24. The company's EBITDA increased by 68% compared to the same period last year. Net expense of TL18.5bn from investment activities weighed on the results, while a deferred tax income of TL3.5bn provided some support.
- **BERA** announced a net loss of TL422mn in 4Q24, compared to a profit of TL4.0bn in the same period last year and TL263mn in the previous quarter. During the same period, the company's revenue declined by 20% YoY and 1% QoQ to TL3.9bn.
- **BIMAS (Neutral)** reported 4Q24 financial results. Quarterly net sales fell below market expectations of TL135.4bn, while annual total net sales increased by 10% YoY to TL519.6bn. EBITDA reached TL22.6bn in 2024, marking a 14% annual increase, while 4Q EBITDA stood at TL6.97bn, close to the market expectation of TL7.4bn, representing a 195% YoY increase. However, net profit declined by 17% YoY to TL18.6bn in 2024, while 4Q net profit fell by 53% YoY to TL3.86bn, missing the market expectation of TL6.1bn.
- **BOBET (Negative)** announced 4Q24 financial results. Quarterly net sales slightly missed market expectations, while annual total net sales declined by 21% YoY to TL10.1bn. EBITDA fell by 38% YoY to TL2.03bn in 2024, and 4Q EBITDA stood at TL543mn, below the market expectation of TL642mn, marking a 30% YoY decrease. Net profit dropped by 92% YoY to TL161mn in 2024, while 4Q net profit was TL51mn, below the market expectation of TL100mn, representing a 96% decline compared to TL1.16bn in 4Q23.
- **CANTE (Slightly Negative)** announced a net loss of TL307mn in 4Q24. During this period, the company's revenue declined by 9% y/y, while EBITDA decreased by 10%. The net financial expense of TL543mn and a deferred tax expense of TL190mn had negative impact.
- **CLEBI (Positive)** reported a net profit of TL1.05bn in 4Q24, marking a 159% y/y increase. During the same period, EBITDA grew by 44% compared to the previous year.

- **CVKMD (Slightly Negative)** reported a net profit of TL591mn in 4Q24. This indicates an 84% YoY increase and a 191% rise on a quarterly basis. Net sales came in at TL731mn, marking an 8% YoY decrease.
- **CWENE (Slightly Negative)** announced a net loss of TL144mn in 4Q24. Compared to the same period last year, EBITDA increased by 26%. A net monetary gain of TL425mn supported the financials, while a deferred tax expense of TL847mn created pressure.
- **DGNMO** reported a net loss of TL659mn in 4Q24, compared to a TL276mn loss in 4Q23 and a TL2mn profit in 3Q24. In the same period, the company's revenue declined by 9% YoY but improved by 10% QoQ to TL3.2bn. Increasing costs and operating expenses put pressure on margins.
- **INDES** posted a net profit of TL46mn in 4Q24, down from TL554mn in the same period last year but up from TL38mn in the previous quarter. Revenue declined by 5% YoY but improved by 22% QoQ to TL18.8bn. Due to rising costs and operating expenses, the gross profit margin contracted by 2.8 percentage points in 4Q, while operating margins also declined.
- **KARSN (Positive)** posted a net profit of TL972mn in 4Q24, compared to a net loss of TL508mn in 4Q23. Net sales rose 24% YoY to TL4,652mn. International sales increased by 26% YoY in USD terms, accounting for 71% of total sales (4Q23: 70%). The company reported TL978mn EBITDA, up 174% YoY, with an EBITDA margin of 21.0%, expanding by 1,151bps YoY.
- **KOTON (Negative)** reported a net loss of TL1.41bn in 4Q24, compared to a TL130mn profit in the same period last year and a TL264mn profit in the previous quarter. Revenue contracted by 1% YoY and 7% QoQ to TL6.1bn. Due to rising costs, the gross profit margin shrank by 18.4 percentage points QoQ to 42.8%, while operating margins also deteriorated. As a result, the company recorded a total net loss of TL397mn in 2024, compared to a TL2.6bn profit in 2023. On the other hand, Koton forecasts a ~40% sales growth in 2025, excluding TMS 29 effects.
- **MAGEN (Negative)** reported a net loss of TL1.2bn in 4Q24. The company had a weak operational quarter, with a net expense of TL1.67bn from investment activities acting as a major pressure factor.
- **MOGAN (Negative)** announced a net loss of TL1.76bn in 4Q24. While revenue increased by 11% y/y, EBITDA contracted by 40%. The company faced a net financial expense of TL1.3bn and a deferred tax expense of TL666mn, both of which weighed on results. However, a net monetary gain adjustment of TL1.3bn provided some support.
- **ODAS (Negative)** posted a net profit of TL1mn in 4Q24, whereas market expectations were for a TL414mn net loss. The company's EBITDA shrank by 36% compared to the same period last year.
- **REEDR** announced a net loss of TL171mn in 4Q24, compared to a TL478mn profit in the same period last year and a TL102mn loss in the previous quarter. Revenue declined by 41% YoY and 37% QoQ to TL603mn.

- **SOKM (Negative)** announced 4Q24 financial results. Quarterly net sales slightly missed market expectations, while annual total net sales increased by 5% YoY to TL202.2bn. EBITDA dropped by 100% YoY to TL4mn in 2024, though 4Q EBITDA stood at TL1.76bn, exceeding the market expectation of TL1.7bn and marking a 59% YoY increase. Net profit declined by 99% YoY to TL61.2mn in 2024, while 4Q net profit was TL-161.7mn, significantly below the market expectation of TL794mn. However, losses narrowed compared to TL-582.3mn in 4Q23.
- **ZOREN (Slightly Negative)** reported a net loss of TL4.2bn in 4Q24. The company's EBITDA increased by 107% y/y. However, net financial expenses amounting to TL7bn created significant pressure. A deferred tax income of TL2.1bn provided some relief.
- **SAHOL** announced that Enerjisa Üretim, has signed YEKA usage rights agreements for the Edirne (410 MW) and Balkaya (340 MW) regions.

Share Transactions

Acquirer	Seller	Company	Type (Buyback / From Market)	# of lots	Transaction Price (TL)	Share in Capital after transaction
GEDIK		GEDIK	Buyback	120.598	7.48	0.38%
LKMNH		LKMNH	Buyback	68.000	19.26	0.70%
YYLGD		YYLGD	Buyback	35.000	9.30	0.87%
INVES		INVES	Buyback	3.500	231.42	0.54%
MSGYO		MSGYO	Buyback	282.000	15.60	0.21%
ATAKP		ATAKP	Buyback	16.000	40.14	0.20%
TUKAS		TUKAS	Buyback	8.000.000	1.99	2.40%

Important Disclosures

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