Daily View

Good morning. Geopolitical stress continues, but the fact that markets have already priced in some of the risk—and that the latest news flow has not brought any additional negative surprises—has triggered a rebound in equities. We can also say that macro data and corporate financials have supported this rebound. After four days of weakness in U.S. equities, part of the losses was recouped yesterday, and Europe showed a similar pattern. However, U.S. and European futures are in negative territory this morning, while in Asia, yesterday's positivity is only being reflected in today's pricing. In particular, South Korea—down 12% yesterday—stands out with gains exceeding 10% this morning. In Borsa Istanbul, trading was largely flat yesterday throughout the session. The BIST 100 Index closed at 12,943, up just 10 points. ASELS, DSTKF, BIMAS, KTLEV, and CCOLA contributed positively to the index, while KLRHO, TUPRS, ASTOR, TCELL, and HALKB weighed on performance. Over the past week, stocks drawing attention due to consistent inflows include ASELS, THYAO, ODAS, CCOLA, and LMKDC. From a technical perspective, the 13,000 level can be monitored as a pivot. Below it, 12,700 and 12,400 are key support levels; above it, 13,150 and 13,450 are resistance levels. 4Q25 earnings season continues. 55% of companies have reported results so far, and we are seeing year-on-year improvement in 26% of them (the respective ratios in 2Q25 and 3Q25 were 22% and 24%). Despite geopolitical developments, upward target price revisions have continued following earnings releases. Based on the latest figures, the 12-month BIST 100 index target stands at 17,360, implying a 34% upside potential at the index level. On today's agenda, we will be watching reserves and weekly foreign flows domestically; retail sales in Europe; and weekly initial jobless claims in the U.S. Turkey's 5-year CDS spreads start the day at 235 bps.

Macro and Politics

***Following the sharp rise in oil prices triggered by escalating US–Iran tensions, a Presidential Decree published in the Official Gazette introduced revisions to the échelle mobile tax mechanism applied to gasoline, diesel and LPG products.** Under the new framework, if increases in international oil prices or exchange rates lead to a rise in domestic refinery gate prices, the Special Consumption Tax (SCT) applied to fuel products may be reduced by up to 75% of the corresponding increase. Conversely, if refinery gate prices decline due to falling oil prices or exchange rates, SCT rates may be increased by up to 75% of the corresponding decrease. As part of the regulation, domestic refinery gate prices—forming the basis of retail fuel prices announced by the Energy Market Regulatory Authority (EPDK)—will serve as the reference starting from March 2, 2026. However, any upward adjustment in SCT will be capped at the SCT levels in effect as of March 2, 2026. Under the previous framework, the échelle mobile mechanism, designed to limit the pass-through of fuel price increases to pump prices, could be utilized in full. The new regulation effectively caps this adjustment at 75%. Currently, the SCT ceiling stands at TL13.90 per liter for diesel and TL14.82 per liter for gasoline.

*** The CBT will release weekly foreign portfolio flows, money & banking statistics, and international reserves for the period of February 20 – 27 @ 14:30 local time.** Based on our calculations derived from the CBT's analytical balance sheet, we estimate that gross FX reserves increased by USD4.4bn to USD210.6bn during the week of February 20 – 27. We expect the official figures to broadly confirm our estimates. To recall the previous week's data: Foreign investors were net buyers of equities to the tune of USD410mn in the week of 13–20 February, while recording net sales of USD991.4mn in the bond market (excluding repo transactions). As a result, the foreign share in the total government bond stock declined from 9.2% to 9.0%. Moreover, during the mentioned week, the residents' FX deposits retreated by a mere USD68mn (excluding gold, EUR/USD parity effect adjusted), while their total FX deposits (including gold, price adjusted) soared by USD907mn. In terms of official reserves, the CBT's gross FX reserves slid by USD5.7bn to USD206.2bn, net international reserves dropped by USD6.7bn to USD89bn and net reserves excluding swaps slumped by USD5.9bn to USD75.4bn.

***The real effective exchange rate (REER) increased in February, rising from 102.15 to 103.2 and pointing to a 1% real appreciation of the Turkish lira.** The move was largely driven by domestic CPI inflation outpacing the increase in the nominal exchange rate. As a result, the Turkish lira posted a second consecutive month of real appreciation against the equally weighted currency basket, bringing the cumulative real appreciation to 4.2% in the first two months of the year.

Sector and Company News

ARASE's subsidiary sold 678 thousand MWh of energy in February 2026, generating TL 1.29 billion in revenue, and signed a sales agreement of approximately TL 303.8 million for 130 thousand MWh for March 2026.

ARDYZ issued an invoice worth USD 7.29 million for the supply of IT equipment to a public institution.

ASGYO decided to distribute a gross dividend of TL 0.17 per share from its 2025 profit. The proposed ex-dividend date is April 1, implying a dividend yield of 1.6%.

ASUZU reported 4Q25 net profit of TL 551 million, compared to TL 91 million in the same period last year and TL 34 million in the previous quarter.

BRLSM and its subsidiary signed contracts worth a total of TL 216 million.

CCOLA decided to apply to the CMB to issue debt instruments of up to TL 20 billion through a private placement to qualified investors.

CWENE's subsidiary received an investment incentive certificate for its photovoltaic solar cell production investment.

EBEBK reported that the number of visits to its stores in Türkiye reached 4,230,619 in February 2026, while visits to ebebek.com totaled 17,571,879 (February 2025: 4,041,812 / 16,216,756).

ENKAI reported TL47.5bn revenue, TL10.0bn EBITDA and TL9.9bn net profit in 4Q25.

FONET won a tender worth TL 496.9 million.

FORTE's individual shareholders applied for the conversion of 4 million shares, corresponding to 6% of the company's capital, into tradable shares.

GARAN decided to distribute a gross dividend of TL 5.27 per share from its 2025 profit. The proposed ex-dividend date is April 7, implying a dividend yield of 3.8% based on the last closing price.

IZMDC signed an agreement with an intermediary institution for the IPO process of its subsidiary IDC Port Operations.

KUVVA shares will be transferred from the Watch List Market to the Sub-Market as of today.

LOGO decided to distribute a gross dividend of TL 5.26 per share from its 2025 profit. The proposed ex-dividend date is June 30, corresponding to a dividend yield of 3.8%.

MGROS reported TL105.1bn revenue, TL7.5bn EBITDA and TL864mn net profit in 4Q25 (Consensus: TL102.7bn / TL7.0bn / TL777mn). Results came in above expectations. The company reported TL97.6bn revenue, TL6.7bn EBITDA and TL952mn net profit in 4Q24. Operating margins improved slightly on a year-on-year basis but contracted quarter-on-quarter. For full-year 2025, the company reported TL412.8bn revenue, TL27.3bn EBITDA and TL6.5bn net profit, with margins improving yoy. Total store count reached 3,792. Migros shared its 2026 guidance as: 5%–7% sales growth, 6%–7% EBITDA margin, 180–200 new store openings, and capex-to-sales at 2.5%–3.0%. Following the results, we will revisit our model assumptions and valuation and update our estimates.

NETAS decided to initiate studies to develop a capital increase plan in order to strengthen its financial structure.

PETKM reported a 4Q25 net loss of TL 5,250 million. The company had posted a net loss of TL 8.1 billion in the same period last year and TL 1.3 billion net loss in the previous quarter.

PETUN decided to distribute a gross dividend of TL 0.49 per share from its 2025 profit, corresponding to a dividend yield of 4.2%.

PGSUS reported 4Q25 net profit of TL 424 million. Our estimate was approximately TL 1.7 billion, while the market expectation was TL 466 million. The weaker-than-expected bottom line was mainly driven by operational performance falling short of our projections and differences in one-off items. In 4Q25, net sales increased by 43% YoY to TL 39.7 billion, broadly in line with both our estimate and market expectations. Despite strong revenue growth, EBITDA recorded only a limited 6% YoY increase. The reported TL 424 million net profit declined by 78% YoY and 96% QoQ. Given the weaker-than-expected operational performance and profitability, we evaluate the 4Q25 results as weak. In addition, we observe that rising geopolitical risks stemming from the Middle East have increased downward pressure on the stock price. In this context, we believe the impact of the financial results may remain limited in the short term. Updated valuation notes will be shared separately.

SAHOL reported TL4.6bn consolidated net profit in 4Q25 (Consensus: TL412mn). Results came in materially above market expectations. The easing in net monetary losses compared to last year and a strong operational recovery in the banking segment supported net profit (4Q24: TL4.8bn net loss). We reiterate our 12-month target price of TL162.00 and our BUY recommendation. SAHOL remains in our model portfolio.

SISE announced that it has ended the shutdowns at its Northern Italy Flat Glass plant; the laminated line has been restarted and the flat glass furnace was relit on 04/03/2026. The company also decided to distribute a gross dividend of TL0.59 per share from 2025 profits.

THYAO reported 4Q25 net profit of TL 37,144 million, exceeding our estimate by 61%. The positive deviation in net profit was mainly driven by strong income from investment activities and the impact of other one-off income/expense items. On the operational side, results were largely in line with our expectations. In 4Q25, the company generated TL 264.6 billion in net sales, while EBITDA came in at TL 39.4 billion. Our estimate was TL 39.3 billion, while the market expectation stood at TL 44.7 billion. Despite the relatively low season, we observe that operational performance continued to improve gradually thanks to ongoing annual growth and effective cost management. Although net profit showed a strong positive deviation, we evaluate the 4Q25 results as slightly positive since operational performance was largely in line with expectations. On the other hand, we note that rising geopolitical risks in recent periods have increased volatility in the stock price. We will share our updated valuation notes separately.

TNZTP transferred its hospital building in Izmir Buca through a sale-leaseback transaction worth TL 581 million. The transaction was carried out within the scope of a 60-month financing structure.

VAKFA was included in the BIST Share Buyback Index for the March period, while HLGYO, KRVGD, MAGEN and OBAMS were removed from the index.

Share Transactions

Acquirer	Seller	Company	Type (Buyback / From Market)	# of lots	Transaction Price (TL)	Share in Capital after transaction
ORGE		ORGE	Buyback	16.622	66.70	1.54%
ESCAR		ESCAR	Buyback	583.626	27.03	3.07%
AHGAZ		AHGAZ	Buyback	81.073	23.56	2.36%
KONKA		KONKA	Buyback	12.065	13.97	0.11%
ENERY		ENERY	Buyback	690.364	9.36	3.80%

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.