

## Daily View

---

Good morning. Following the release of U.S. PPI data yesterday, which came in below expectations, global risk appetite remains on the positive side. While U.S. stock markets saw buying activity yesterday, futures are flat this morning, and positive sentiment persists in Europe. In Borsa Istanbul, there was a limited pullback yesterday; however, we expect some recovery buying this morning. From a technical perspective, the BIST 100 index remains in a consolidation phase, with our medium-term range forecast set between 9,500 and 10,300. Considering the index is currently around 9,700, we assess the downside margin as limited (-200 points) and the upside potential as slightly higher (+600 points). This period can be viewed as an "accumulation phase" for medium- and long-term investors. Our 12-month index target remains at 13,900, implying a potential return of 43% at the index level. This figure is above the expected inflation rate and the possible net deposit yields for the upcoming year. The potential return for the stocks we expect to outperform the index or within our model portfolio is calculated to be even higher. Hence, we believe equity markets remain attractive. On today's agenda, the U.S. CPI data will be closely monitored, following the positive market impact of yesterday's PPI figures. Domestically, the budget balance will be in focus. Turkey's 5-year CDS premiums are starting the day at 274 basis points.

## Macro and Politics

---

**\* The Treasury and Finance Ministry will release December central government budget figures @ 11:00 local time.**

Considering the seasonal impacts on budget dynamics, we project a deficit of approximately TL640bn in December, bringing the 2024 budget deficit to TL1.9tn (4.3% of GDP), slightly below the 2024 Medium-Term Economic Program (MTEP) projection of TL2.15tn (4.9% of GDP). With a significant portion of the approximately TL1tn in earthquake-related expenditures for 2024 expected to be accrued in the final quarter, we anticipate a substantial widening of the budget deficit in December, similar to last year, narrowing the gap with the MTEP projections. Moreover, we project the 2025 budget deficit at TL1.61tn (2.7% of GDP), remaining marginally below the official forecast of TL1.9tn (3.1% of GDP).

**\* The Treasury tapped the domestic markets for TL86.7bn (including non-competitive sales) through yesterday's 4y TLREF indexed and 5y fixed coupon bond auctions.** The bid – to – cover ratio was 2.92x and the term rate was 12.50% for TLREF indexed, while the bid – to – cover ratio was 2.32x and the average cost of borrowing was 32.42% for fixed coupon bond auction. Accordingly, together with Monday's single auction, the Treasury's domestic borrowing so far this month has now reached TL136bn. After this week's auctions, the Treasury will hold 6m G-bond auction on January 20<sup>th</sup>, 3y CPI-indexed and 6y FRN auctions and January 21<sup>st</sup> and the direct sales of 1y gold-denominated bond & 1y gold-denominated lease certificate on January 24<sup>th</sup> and finalize its domestic borrowing program for January. According to three-month (Jan – Mar 25) domestic borrowing strategy, the Treasury has a total domestic redemption of TL225.4bn in January, while in return plans to borrow TL293.8bn throughout the month, indicating a roll-over ratio of 130%, via six auctions and two direct sales.

## Sector and Company News

---

- **AEFES** shared its 2024 sales volumes and changes. Consolidated results showed a 0.8% increase compared to the previous year. While Coca-Cola İçecek recorded a 2.2% annual decline in volume, the Beer Group achieved an 8.2% annual increase in volume.

- **ARDYZ** announced that it has signed a contract worth TL13.5mn with TOKİ for the project of redeveloping existing software using current technologies, and establishing and operating the necessary infrastructure for these software solutions.
- **CUSAN** reported the sale of 35K shares, previously repurchased under its buyback program, at an average price of TL 26.04 per share. As a result of this transaction, the ratio of bought back shares to total capital decreased to 0.91%.
- **GSDHO** announced the completion of the sale of a 9.6% stake in Silopi Elektrik Üretim to Park Holding for USD30mn.
- **MAVI** shared a preliminary update on its fourth-quarter commercial activities. According to the announcement, the performance between November 1, 2024 and January 13, 2025 aligned with the year-end expectations, with retail sales in Turkey growing by 46% in nominal TL terms and online sales growing by 58%. In 2024, a total of 14 new stores were opened, including 6 in the last quarter.
- **MAVI** announced a decision to increase its capital by 100% through a bonus issue.
- **MGROS** announced that it will disclose its 2024 consolidated financial results on March 5, 2025.
- **PGSUS** posted its passenger statistics for December 2024, accordingly:
  - Total passenger traffic in December increased by 20% y/y to 3.1mn passengers. Domestic passenger traffic rose by 17%, while international passenger traffic grew by 22% compared to the same month last year.
  - In 4Q24, total passenger traffic rose by 17% y/y to 9.5mn passengers.
  - For the full year 2024, total passenger traffic increased by 17% compared to 2023, reaching 37.5mn passengers.

We assess **PGSUS's** December passenger statistics as "**Positive**", driven by continued strong growth in international traffic and stable growth in domestic traffic in line with the yearly trend.

PGSUS # of pax (mn)									
mn	Dec-24	Dec-23	y/y	4Q24	4Q23	y/y	2024	2023	y/y
Domestic	1,2	1,0	17%	3,6	3,2	13%	14,1	12,0	17%
Int'l	1,9	1,6	22%	5,9	5,0	20%	23,4	19,9	18%
Total	3,1	2,6	20%	9,5	8,1	17%	37,5	31,9	17%

## Share Transactions

Acquirer	Seller	Company	Type (Buyback / From Market)	# of lots	Transaction Price (TL)	Share in Capital after transaction
LKMNH		LKMNH	Buyback	15,000	20.55	2.96%
TKFEN		TKFEN	Buyback	50,000	64.18	3.06%
FRIGO		FRIGO	Buyback	20,000	8.00	2.69%
PCILT		PCILT	Buyback	20,000	17.15	2.08%
KRVGD		KRVGD	Buyback	100,000	2.26	1.35%
GEDIK		GEDIK	Buyback	91,905	7.92	2.36%
YGGYO		YGGYO	Buyback	31,104	64.49	3.41%
ALKLC		ALKLC	Buyback	500,000	27.96	0.51%
MEMİŐOĐLU TARIM ÜRÜNLERİ LTD. ŐTİ		TATGD	Market	2,841,501	13.10	51.01%

# 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.