World Economy: Current Indicators – Week of November 9

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US POLITICAL SHIFT & MARKET PERFORMANCE

-$4 TRILLION

Global Market Cap Loss
(Thursday before non-farm payroll rebound)

- **Democratic Midterm Victory Alters Policy Dynamics;** Weakens policy execution, accelerates AI regulatory expectations.
- **Bond Yields Fall on Safe-Haven Demand:** US 2-year (-8bps) to 4.51%; US 10-year (-7bps) to 4.86%; DXY +0.4% to 102.3.

Index	Weekly Performance	Key Driver
S&P 500	-2.66%	Broad-based tech pressure
Dow Jones	-0.94%	Defensive resillence
Nasdaq	-3.37%	Tech regulatory & AI sell-off

GLOBAL SEMICONDUCTOR SECTOR DOWNTURN

Widespread Semiconductor Stock Decline; US, European, and Asian chipmakers suffered heavy losses on fears of restricted AI investment.

SK Hynix: -20.2%
Samsung: -16.1%
Kospi: -25%+
(past month)

Individual Semiconductor Stock Price Movements

Company	Country / Region	Weekly Stock Change
Marvell Technology	US	-28.1%
Micron Technology	US	-22.0%
Intel	US	-14.4%
AMD	US	-11.0%
Broadcom	US	-9.9%
ASML	Europe	-9.1%
Nvidia	US	-8.8%
Texas Instruments	US	-7.8%

REGIONAL MARKET BREAKDOWN: EUROPE & ASIA

Divergent European Stock Indices

FTSE 100: -0.52%
DAX: Flat (+0.01%)
CAC 40: +2.13%
MIB 30: +1.12%

European Inflation Spurs Hawkish Stance; Eurozone Oct Inflation 4.0%; BoE raised rate 25 bps to 4.00%.

Asia Diverges on Policy Support

Kospi: -11.7%
Nikkei: -9.3%
Shanghai: +1.39% (Rallied on stimulus)
Hang Seng: +5.10% (Rallied on stimulus)

ENERGY COMMODITY TRENDS & WAR IMPACT

Brent Crude Pulls Back to $98.3/bbl

-16.4%
Weekly below $100 mark
Remains up 34% since Feb 26 war onset ($72.5 pre-war)

European Natural Cas Up +171% Since War Start

+171%
Current price: 86.6 EUR/MWh
Compared to 32 EUR/MWh pre-war baseline

CENTRAL BANK MONETARY POLICY REALIGNMENTS

Federal Reserve Rate Expectations Pivot

PRE-WAR: **2 Rate Cuts** (25 bps each) — **CURRENT:** **1 Rate Hike** (25 bps, 79% Dec probability)

European Central Bank Rate Path Reversal

PRE-WAR: **1 Rate Cut** (25 bps) — **CURRENT:** **1 Rate Hike** (25 bps, 78% Dec probability)

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Global Economic Agenda (Week of Nov 9)

US Economic Calendar

- **Tuesday** Oct CPI
- **Thursday** weekly jobless claims
- **Friday** Oct PPI

Eurozone Economic Calendar

- **Monday** Nov Sentix index
- **Wednesday** Germany final CPI
- **Friday** Q3 GDP

Asia Economic Calendar

- **Tuesday** China trade data and Singles' Day shopping tracking

Major Global Events

COP31 (Antalya), Dublin summit, and Abu Dhabi Russia-Ukraine talks.

Political & Central Bank Updates

US Midterm Shift

Democrats took both chambers, restricting executive fiscal and foreign agenda.

US-Iran Diplomatic Contacts

Qatar mediates amid high tension; potential deal could reopen Hormuz Strait.

ECB Policy Stance

Oct CPI at 4.0%; December rate hike likely if inflation persists. Lagarde stepping down Feb 2027.

BOJ Rate Decision

Rate held at 1.25%; Dec hike expected; accelerating ETF sales from Jan.

BOE Rate Hike

Policy rate increased 25 bps to 4.0% (8-1 vote); 2025 CPI forecast revised to 4.9%.

Macro Economic Indicators & Labor Market

Strong US Payrolls

Nonfarm payrolls **+165k** in Oct, unemployment fell to **4.1%.**

US Wage Growth

Average hourly earnings rose **0.4%** MoM and **3.1%** YoY.

US PMI Metrics

Services PMI fell to **54.5**; Manufacturing PMI rose to **55.5.**

Nonfarm	Eurozone	Manufacturing
+165k	**4.0%**	**55.5**
in payrolls	Eurozone CPI	US PMI

Country / Region	Oct CPI Rate (%)	Policy Interest Rate (%)
United States	3.7%	4.00%
Eurozone	4.0%	2.50%
China	0.7%	3.00%

Macroeconomic summary of major economics comparing recent inflation and benchmark policy rates

Key Market & Commodity Indicators

Energy & Metals

Crude, gas, and precious metal spot values as of November 9 week.

Foreign Exchange Rates

Key currency crosses and US Dollar Index baseline levels.

Equities & Crypto

Turkish stock benchmark BIST100 and Bitcoin market valuations.

Asset / Indicator	Unit	Current Value
Brent Crude Oil	USD / bbl	97.00
Natural Gas	EUR	88.60
Gold (Ounce)	USD	4,121.00
Gram Gold	TRY	6,650.00
Silver	USD	52.80
USD / TRY	TRY	50.18
EUR / TRY	TRY	56.12
EUR / USD	Ratio	1,1165
Dollar Index (DXY)	Index	102.30
BIST 100	Points	11,483
Bitcoin (BTC)	USD	74,385

Comprehensive snapshot of global financial, commodity, forex, and cryptocurrency market figures.

Turkish Economy: Current Indicators – Week of November 9

WEEKLY ECONOMIC & DIPLOMATIC AGENDA (NOV 9–20)

International Diplomacy in Antalya
Antalya hosts UN Climate Conference CGP31 & Leaders' Summit (Nov 11–12).

Industrial Production
September domestic industrial production data released.

Trade Sales & Turnover
September trade seles volume and turnover indices released.

CBRT Inflation Report
Central Bank presents 4th inflation Report of the year by Governor Fatih Karahan.

Balance of Payments & Expectations
September balance of payments data and November CBRT Market Participants Survey released.

MEHMET ŞIMŞEK – TREASURY & FINANCE OUTLOOK

Current Account & Disinflation 2027
Current account deficit to GDP ratio projected to reach pre-war levels by 2027.

Five Disinflation Pillars
Tight monetery stance, moderate demand, anchored expectations, lower service rigidity, and felling commodity prices.

No Tax Rate Increases
No increases planned for Income, Corporate, or VAT general rates in 2027.

130.2B TL Fund Payments
130.2 billion TL paid across 108 illiquidated funds, reaching 420,031 individual accounts.

Regional Trade & Infrastructure
Regional trade corridor investments could reach $660B; Middle Corridor and Development Road prioritized.

Defense & Services Export Growth
Defense industry received $18B in new orders; annual service exports exceeded $120B.

ÖMER BOLAT – TRADE & EXPORT PERFORMANCE

$413B Export Target Exceeded
Combined annual goods and services export target of $410B reached $413B by October.

Record Annualized Goods Exports
Annualized goods exports reached an all-time record of $285.6B in October.

65B TL Budget Support 2027
65 billion TL allocated for goods and services export supports in 2027 budget.

High-Tech Export Share at 44.3%
Medium-high and high-tech share in manufacturing exports rose to 44.3% in October.

Financing & Eximbank Growth
Eximbank financing support to exceed $59 in 2026; daily rediscount credit limit at 5B TL.

FATIH KARAHAN – CENTRAL BANK (CBRT) STANCE

Tight Monetary Stance Maintained
Central Bank will further tighten policy if significant inflation deterioration occurs.

October Annual Inflation 29.8%
Annual CPI fell from 75.5% in May 2024 to 29.6% in October 2026.

12-Month Inflation Expectations
Market expectations at 23.9%, real sector at 31.8%, households at 43.8%.

Gross Reserves at $188 Billion
Gross international reserves hit $168B ($158B gold-adjusted); TL deposit share at 62.1%.

SME Credit Limit Increase
SME credit growth cap raised from 4.5% to 5.0% to initigate financial contagion risk.

CEVDET YILMAZ – VICE PRESIDENCY & FUND INVESTIGATIONS

131 Quarantined Funds
Fund investigation targets manipulation; 131 funds represant 7% of total portfolio value.

New Payment on November 13
Next interim payment scheduled for Nov 13, capped at 1 million TL per investor.

Logal Enforcement & Legislation
113 suspects arrested out of 444; comprehensive capital markets bill entering Parliament next week.

Retiree Walfare & Minimum Wage
Universal retiree adjustment package to be submitted to Parliament before year-end.

KEY MARKET & FINANCIAL INDICATORS

CDS Spread at 250 bps
Turkey's 5-year Credit Default Swap stands at 250 basis points.

	Current Level / Composition
Gross Reserves	$158.1 Billion (Gold: $102 , FX: $56.1)
Net Reserves (ex-swap)	$24.3 Billion
2-Year Benchmark Bond	39.49%
5-Year Benchmark Bond	39.04%
10-Year Benchmark Bond	35.79%

Turkish Economy: Current Indicators – Week of November 9

GROWTH, PRODUCTION & SALES

Q2 2026 GDP Growth

+2.3% YoY

First-half: +2.5%; 2025: +3.7%

Domestic consumption: +2.1%; Net external demand: +0.6%

Year-end forecasts: 2.9% (Market), 3.3% (MTP).

Industrial & Manufacturing Contraction



-1.0% MoM
-1.9% YoY

Capacity utilization: 74.5% (below 76.0%).

Manufacturing PMI: 47.3 (Oct); 31 months of contraction.

Sectoral Sales Dynamics



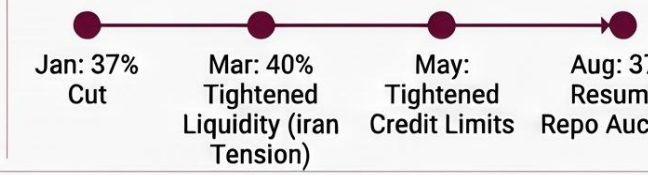
INFLATION & CENTRAL BANK POLICY

Policy Rate Cut to 36.0%

36.0% Rate

CBRT delivered a 100 bps cut (Oct). Market expects another 100 bps cut in Dec.

2026 CBRT Monetary Policy Trajectory



October Inflation Metrics



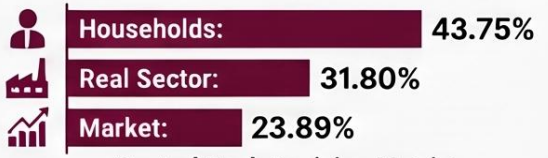
+1.65% MoM
PPI YoY: +27.41%



+2.58% MoM
CPI YoY: +29.77%

CBRT 2026 interim target: 24%.
Year-and forecast revised: 28%.

12-Month Inflation Expectations Disparity



Central Bank Decision Matrix:
FED: Hold, ECB: Hold, CBRT: -100 bps out.

EXTERNAL ACCOUNTS, FISCAL & LABOR

Current Account Surplus

$4.05B Surplus
(Monthly)

12-month cumulative deficit: $42.1B (-2.5% of GDP, below 3.6% avg).
Core surplus (ex-gold/energy): $8.20B monthly ($26B 12-month).

Fiscal Deficit at 3.3% of GDP

532B TRY Deficit
(Monthly)

12-month cumulative: 2.4T TRY (2.3% ex-earthquake: MTP 2026 target: 3.1%).

Unemployment Rate

8.4% Rate

Near historic low of 7.6%.
2026 MTP target: 8.1%

CAPITAL FLOWS & SOVEREIGN RATINGS

Foreign Portfolio Net Outflows

Equity Net Sales (Oct 30 week)
-$66.3M
- $693M last 5 weeks; YTD buys +$1.24B; Foreign share: 38.0%.

Bond Net Sales
-$750.4M
YTD buys +$766M; Foreign share dropped to 6.38%.

Credit Ratings Dashboard

Fitch	S&P	Moody's
BB- (Stable)	BB- (Stable)	Ba3 (Stable)

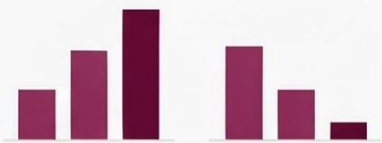
Q3 TOURISM PERFORMANCE BREAKDOWN

Q3 Revenue Surges to $25.53B

$25.53B Revenue

+5.0% YoY.
($25.29B visitors, $222M transit).
Expat citizens: 14.4% of income.

Revenue Growth vs. Visitor Decline



Total visitors fell to 23.26M.
Avg spend: $107 (international), $68 (expat citizens).

Visitor Expenditure & Purpose



- Sightseeing/Leisure: 74.5%
- Visiting Relatives: 16.9%
- Shopping: 3.7%

TOURISM TRENDS & OUTBOUND

Declining Tourism Share in National Income



Share is declining.

Outbound Tourism Spending Up

+22.6% Spending

Turkish citizens abroad: +24.2% YoY to 4.20M.
Total spending: $3.04B.

Banking Sector: Current Indicators – Week of November 9 (Data of October 30)

Balance Sheet Aggregates & Loan Growth Metrics

Total Loans Hit 29,001 Billion TRY

Total deposits reached 32,739 billion TRY, while legal equity stood at 6,211 billion TRY as of October 30, 2026.

Commercial Lending Drives YTD Growth

YTD total loans growth

- Commercial loans: up **26.2%**
- Consumer loans expanding **24.5%**

Annualized Credit Growth Exceeds 30%

Annualized expansion

- Total loans: **30.5%**
- Commercial loans: **31.0%**
- Consumer loans: **28.9%**

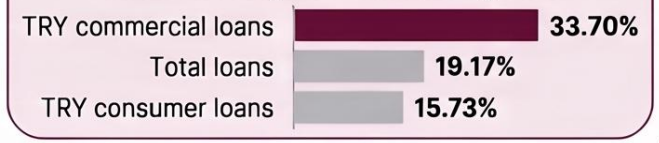
Annualized Credit Growth Exceeds 30%

Annualized expansion



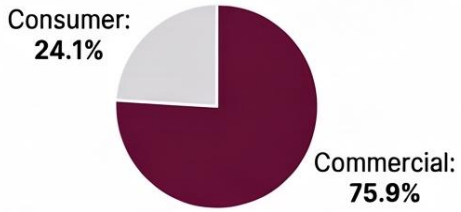
TRY Commercial Loan Acceleration

13-week FX-adjusted annualized growth



Credit Distribution & Sectoral Composition

Commercial Loans Dominate Credit Portfolio

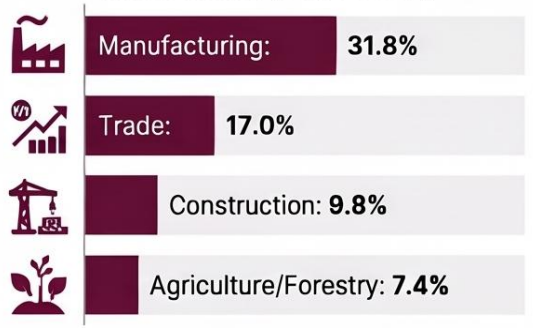


Corporate vs SME Credit Split



of total commercial credit

Sectoral Shift Towards Trade and Construction (Sept 2026)



Construction and trade shares rose vs. year-end, while manufacturing declined.

Credit Risk, NPL Trends & Financial Distress

Consumer Credit Deterioration Outpaces Commercial

- Overall NPL ratio: **3.3%**
- Commercial NPL: **2.6%** (stable)
- Consumer NPL: **5.5%** (escalating)

Insolvency Risk Highlighted by Concordat Filings

- **1,388** firms applied for concordat through August 2026 (following 2.948 total in 2025)
- Construction and Textiles Filings
- Food, agriculture, and industry were also identified as vulnerable sectors.

Personal Loans and Credit Cards Lead Defaults

- Credit Cards: **5.9%** ⚠
- General Purpose Consumer Loans: **6.7%** ⚠
- SME NPLs: **4.3%**

Bounced Cheques and Protested Bills Surge

- Protested Bills: August 2026; **11.1B TRY**
- Dishonored Cheques: **34.6B TRY** (83 % YoY; 2025 total: 263.5B TRY)

Comparative NPL Ratios & Risk (Oct 2026)

Credit Category	NPL Ratio (%)
Commercial Loans (Total)	2.6%
SME Loans	4.3%
Consumer Loans (Total)	5.5%
Credit Cards	5.9%
General Purpose Consumer Loans	6.7%
Total Sector Average	**3.3%**

Deposits, Dollarization & Investment Funds

Deposit Mix Maintains TRY Majority (Aug 2026)



Dollarization in Mutual Funds at 41.8%

Foreign currency dollarization rate within securities investment funds securities investment funds.

Turkish Investment Funds Overview (Nov 5, 2026)

Fund Category	Total Volume (TRY)	YTD Change (vs. Year-End)	Monthly Change (vs. Sept-End)
Money Market Funds	2.90 Trillion	+309.0 Billion (+11.9%)	-140.5 Billion
Freely Traded / Discretionary Funds (excl. Money Market)	4.41 Trillion	+516.7 Billion (+13.3%)	+75.7 Billion
Total Investment Funds	**9.60 Trillion**	**+1.13 Trillion (+13.3%)**	**-97.6 Billion**