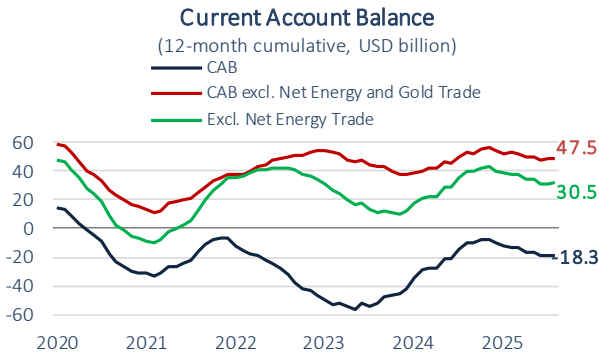




Current account surplus reached 5.5 billion USD in August.

The current account surplus, which stood at 1.8 billion USD in July, reached a historic high of 5.5 billion USD in August. Meanwhile, the current account deficit for the January-August period increased by 98.2% yoy to 15.9 billion USD, while the 12-month cumulative current account deficit stood at 18.3 billion USD.



Trade deficit narrowed on an annual basis.

The balance of payments-defined trade deficit fell by 2.8% in August compared to the same month of last year and became 2.8 billion USD. In this period, net non-monetary gold imports increased by 31.6% yoy to 987 million USD, while net energy imports decreased by 10.1% to 3.6 billion USD. Thus, the current account surplus excluding gold and energy reached 10 billion USD.

Net tourism revenues increased by 1.5% yoy in August.

Net service revenues rose by 2.9% yoy in August to 9.5 billion USD, contributing to the current account surplus. Transportation revenues, which accounted for 30% of service revenues during this period, increased by 5.3% yoy and reached 4.3 billion USD. Tourism revenues, which accounted for 59% of service revenues during the same period, increased by 1.8% yoy to 8.3 billion USD, while tourism expenditures increased by 5.7% yoy to 647 million USD. Thus, net tourism revenues recorded a moderate rise of 1.5% yoy, reaching 7.7 billion USD. In the first eight months of the year, tourism revenues went up by 4.9% yoy to 38.9 billion USD, while net tourism revenues increased by 1.4% yoy to 32.7 billion USD.

Net foreign direct investments recorded a capital inflow of 986 million USD.

Net foreign direct investments, which have been volatile since the beginning of the year, recorded a net capital inflow of 986 million USD in August. Thus, the 12-month cumulative foreign direct investment capital inflow was 6.5 billion USD.

In August, foreign residents made net direct investments of 1.8 billion USD in Türkiye, of which 1.5 billion USD was net capital investment and 202 million USD was real estate investment.

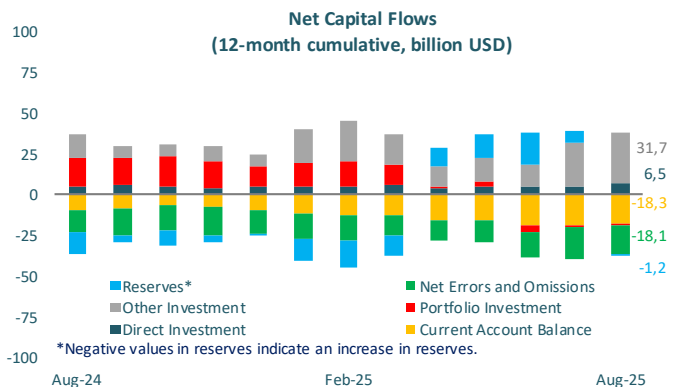
Net capital outflow in portfolio investments...

In August, there was a net capital outflow of 662 million USD in portfolio investments. During this period, net liabilities amounted to 513 million USD, while domestic residents acquired net financial assets worth of 1.2 billion USD abroad. In August, a moderate capital inflow of 279 million USD was recorded into the stock market and a capital inflow of 1.6 billion USD into the Government Domestic Debt Securities market. On the other hand, non-residents made net sales of 940 million USD in the Treasury's Eurobond securities.

Capital inflows slowed in the other investments item.

Net capital inflows in the other investments item, which stood at 12.5 billion USD in July, continued with 1.6 billion USD in August. While net capital inflows of 3.9 billion USD were recorded in the loans item during this period, the currency and deposits item had a net decrease of 1.3 billion USD.

In August, banks borrowed 2.6 billion USD against 1.4 billion USD in long-term debt repayments, while other sectors borrowed 2.3 billion USD against 1.2 billion USD repayments. According to 12-month cumulative data, the long-term debt rollover ratios of banks and other sectors continued to exceed their long-term averages at 167% and 150%, respectively.

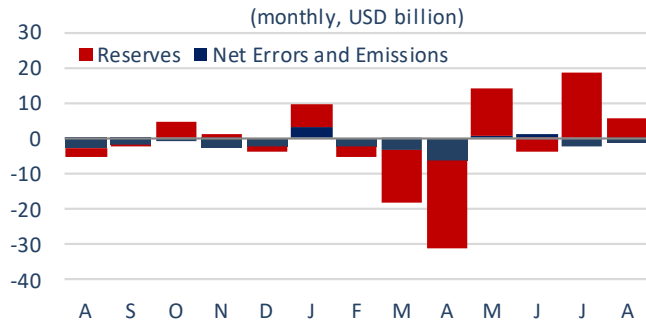


Reserve assets continued to increase in August.

After recording a rapid increase of 18.6 billion USD in July, reserve assets rose by 5.7 billion USD in August. Thus, the decline in reserve assets, which had fallen rapidly in March and April, amounted to 2.8 billion USD in the first eight

months of the year. With the 1.5 billion USD outflow recorded in August, a total of 10.8 billion USD flowed out of the net error and omissions item in the first eight months of the year.

CBRT Reserves and Net Errors and Emissions



Expectations...

According to preliminary data published by the Ministry of Trade, the foreign trade deficit widened by 33.4% yoy to 6.9 billion USD in September. In addition to the widening trade deficit, we believe that pressure on the current account balance may increase due to the expected decline in tourism revenues as the summer season comes to an end. However, we expect the downward trend in energy prices, particularly in oil, to continue alleviating the pressures on the current account deficit. The recent rise in gold prices, developments related to protectionist trade policies, and the course of economic activity in Türkiye's largest export markets will be closely monitored for their impact on the current account balance outlook.

Balance of Payments

	Aug. 2025	Jan - Aug 2024	2025	% Change	12-month Cumulative
Current Account Balance	5.455	-7.998	-15.854	98,2	-18.282
Foreign Trade Balance	-2.806	-37.901	-44.528	17,5	-62.613
Services Balance	9.516	40.325	41.235	2,3	62.279
Travel (net)	7.665	32.282	32.722	1,4	49.360
Primary Income	-1.232	-10.394	-12.062	16,0	-17.549
Secondary Income	-23	-28	-499	1.682,1	-399
Capital Account	-71	-105	-196	86,7	-217
Financial Account	3.841	-11.624	-26.867	131,1	-36.610
Direct Investment (net)	-986	-2.947	-4.394	49,1	-6.546
Portfolio Investment (net)	662	-10.962	1.452	-	437
Net Acquisition of Financial Assets	1.175	5.614	6.489	15,6	10.407
Net Incurrence of Liabilities	513	16.576	5.037	-69,6	9.970
Equity Securities	279	-1.898	1.666	-	1.083
Debt Securities	234	18.474	3.371	-81,8	8.887
Other Investment (net)	-1.582	5.704	-21.102	-	-31.655
Currency and Deposits	1.301	11.120	-4.180	-	-1.402
Net Acquisition of Financial Assets	-885	10.942	-2.359	-	-934
Net Incurrence of Liabilities	-2.186	-178	1.821	-	468
Central Bank	-1.446	-8.527	-8.324	-2,4	-11.663
Banks	-740	8.349	10.145	21,5	12.131
Foreign Banks	-368	4.750	9.911	108,7	11.886
Foreign Exchange	640	1.794	5.408	201,4	6.179
Turkish Lira	-1.008	2.956	4.503	52,3	5.707
Non-residents	-372	3.599	234	-93,5	245
Loans	-3.898	-9.378	-17.621	87,9	-27.335
Net Acquisition of Financial Assets	71	428	2.051	379,2	3.884
Net Incurrence of Liabilities	3.969	9.806	19.672	100,6	31.219
Banking Sector	2.798	9.696	10.834	11,7	19.133
Non-bank Sectors	1.239	135	8.441	6.152,6	10.985
Trade Credit and Advances	1.020	3.985	717	-82,0	-2.857
Other Assets and Liabilities	-5	-23	-18	-21,7	-61
Reserve Assets (net)	5.747	-3.419	-2.823	-17,4	1.154
Net Errors and Omissions	-1.543	-3.521	-10.817	207,2	-18.111

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