

WIDEN YOUR  
WORLD



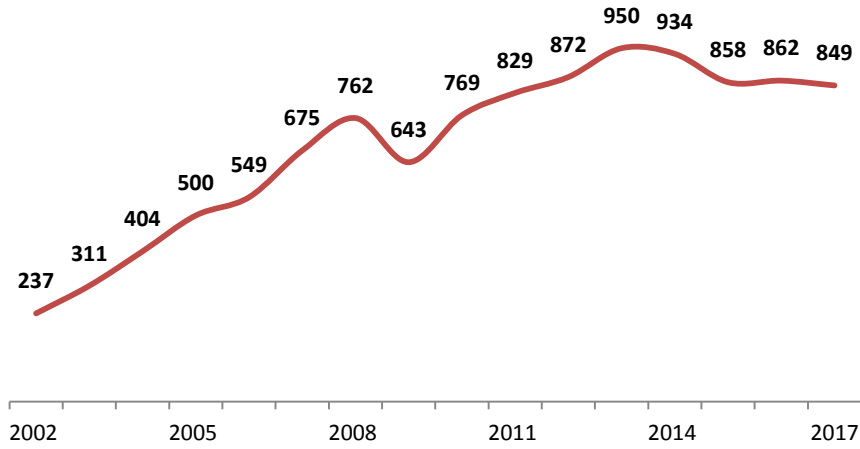
# TURKEY: RECENT DEVELOPMENTS

## January – June 2018

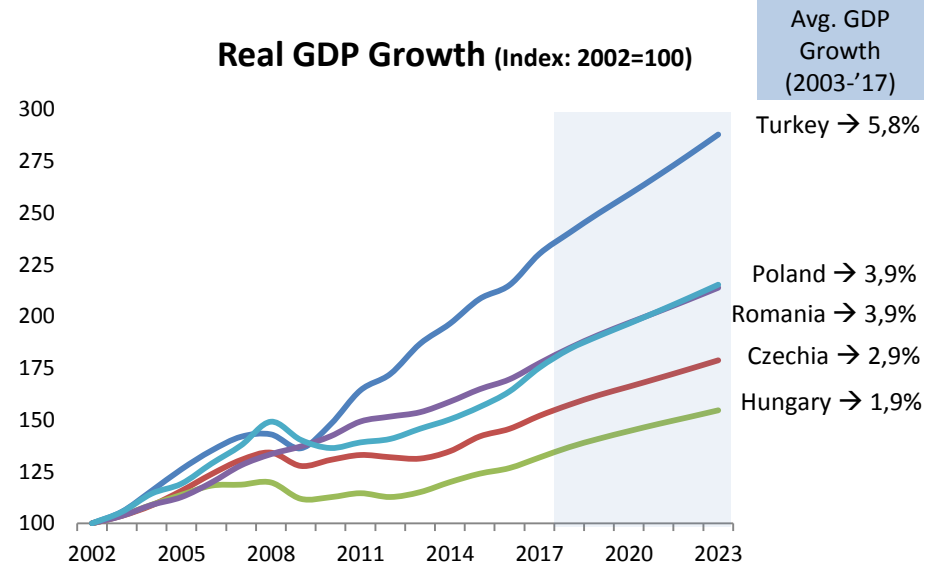


# Per capita GDP tripled while nominal GDP quadrupled in last 15 years

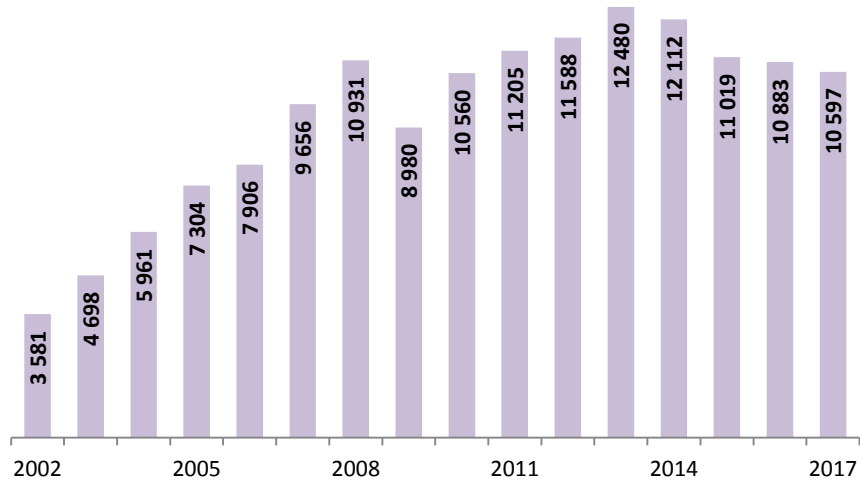
## Nominal GDP (bn USD)



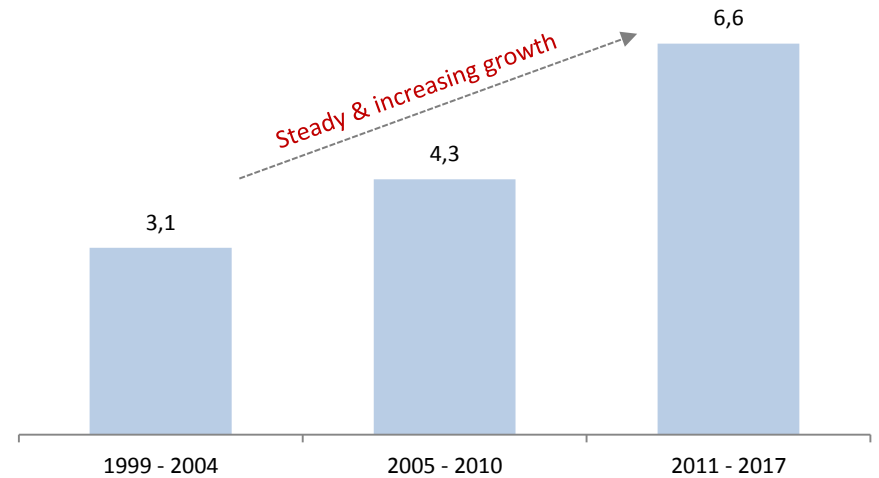
## Real GDP Growth (Index: 2002=100)



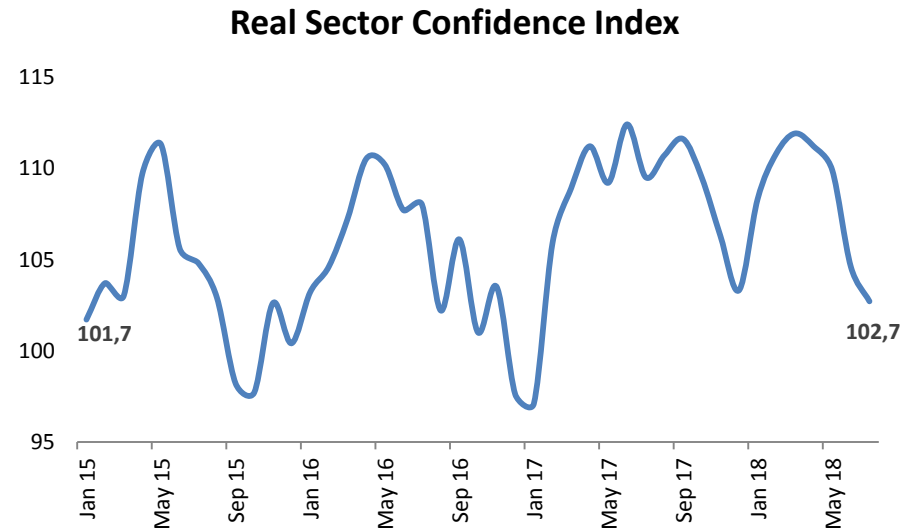
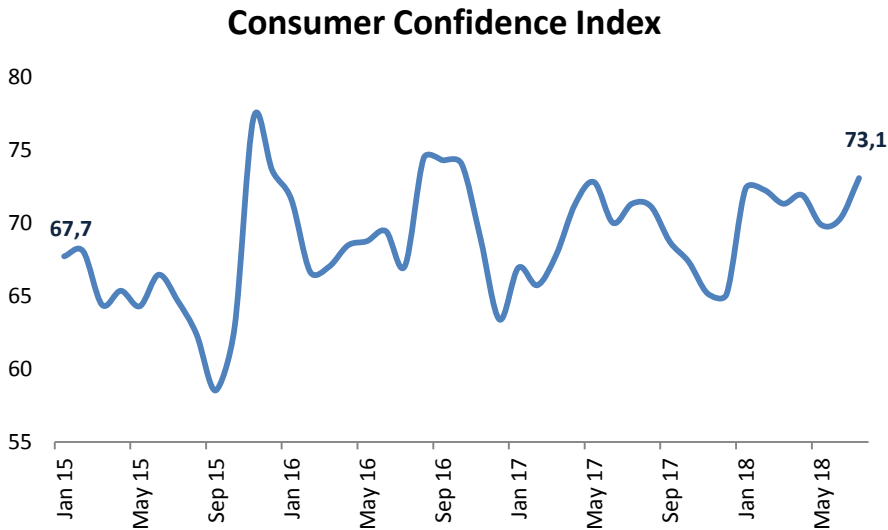
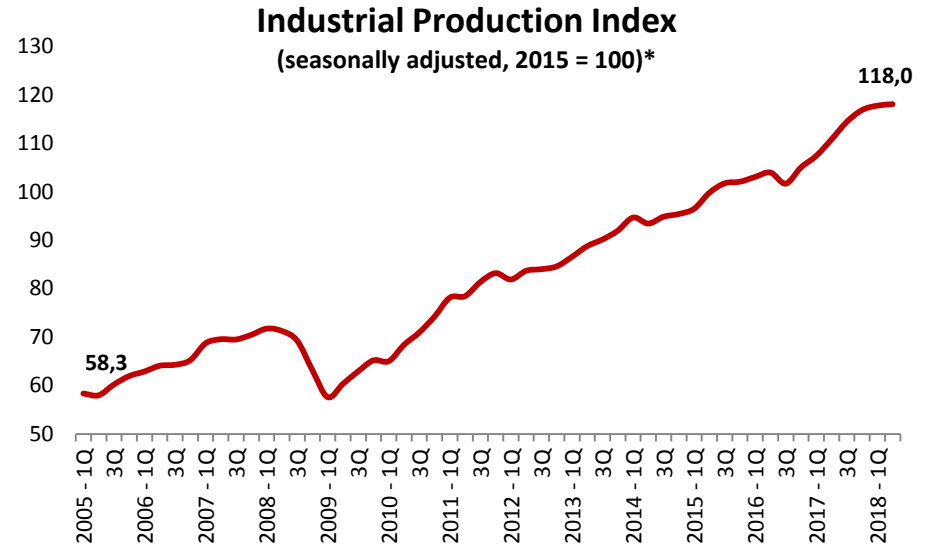
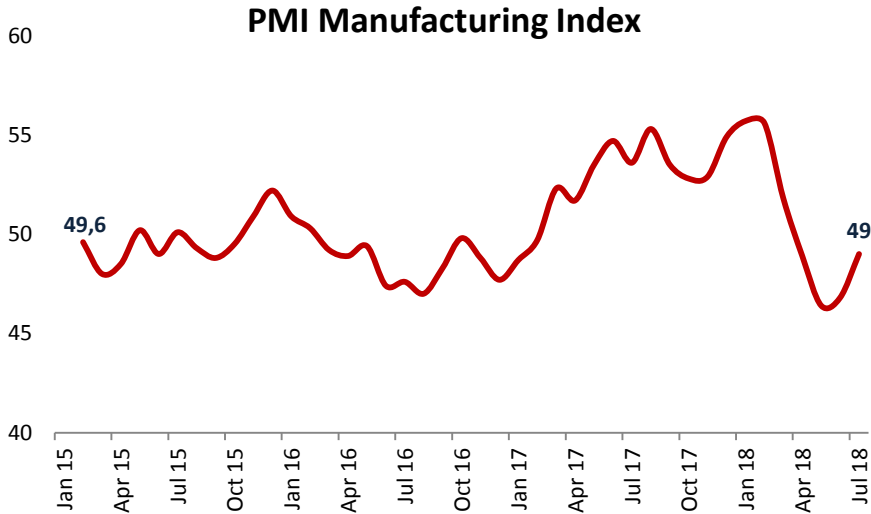
## Per capita GDP (usd)



## Avg. Real GDP Growth (%)



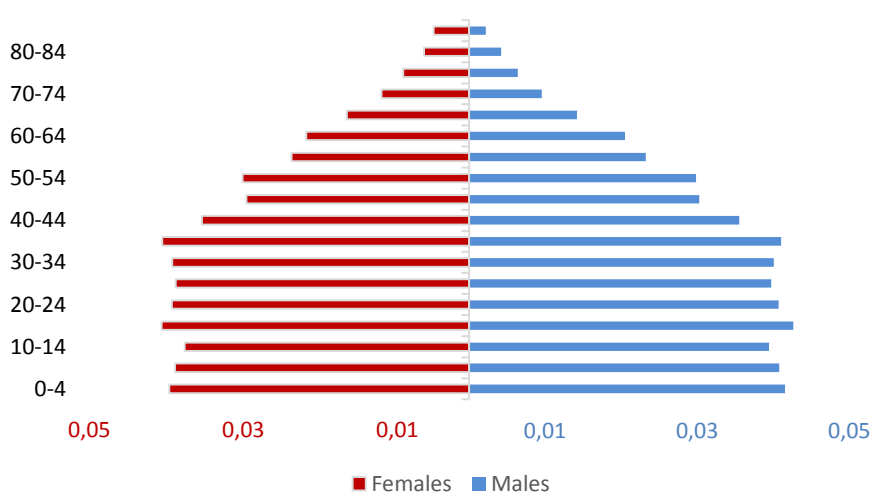
# Turkish economy recovered rapidly by V-shape growth



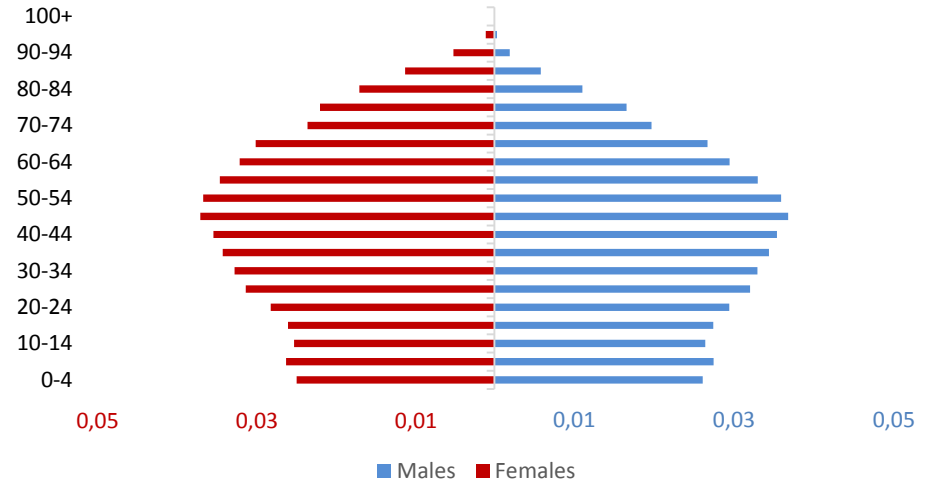
\* Monthly data is averaged for each quarter. Latest figure: May 18

# Favourable Demographics: Half of population under age 30

## TURKEY

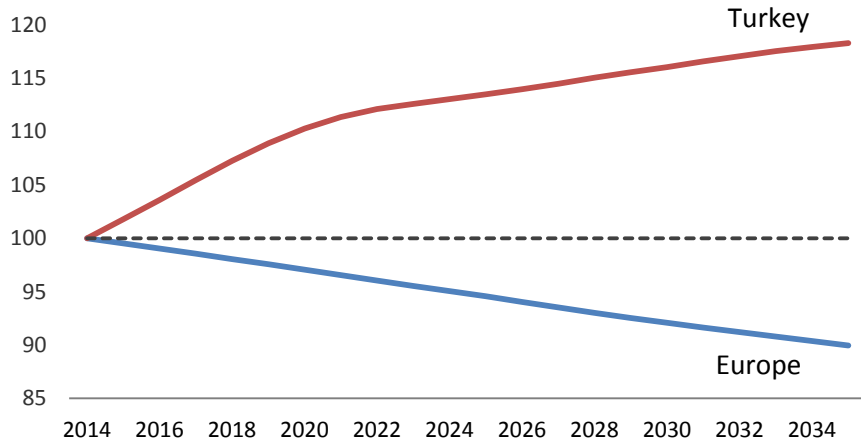


## EUROPE



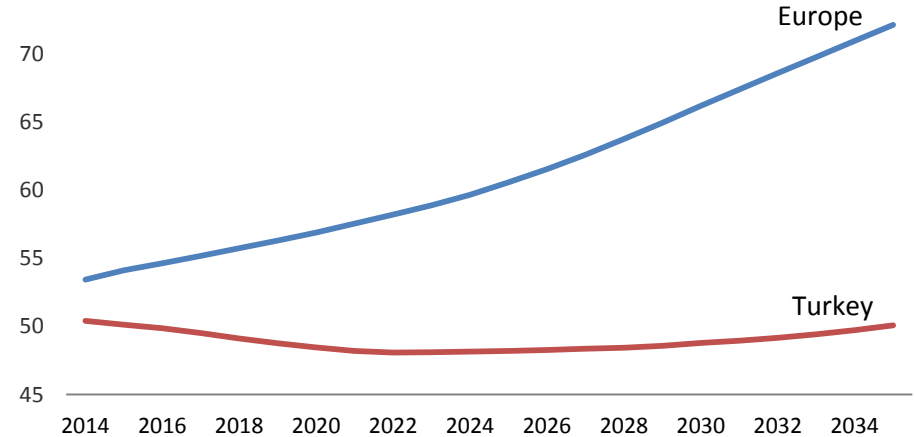
## Working Age Population

(15-64) (Index: 2014=100)

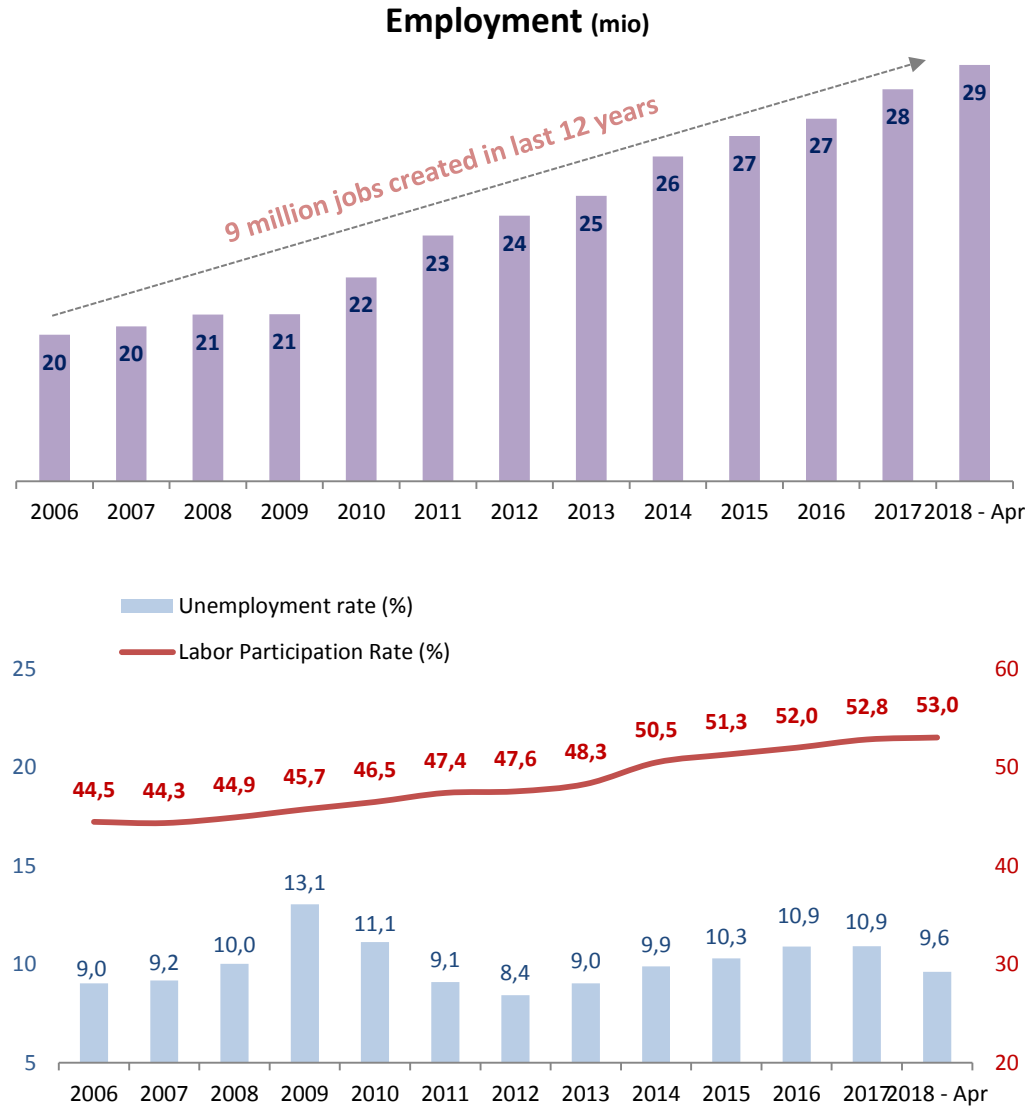


## Total Dependency Ratio

(%, Age: 0-14 & >64 / Age: 15-64)



# High potential with young population and improving workforce



2017  
~1.000k

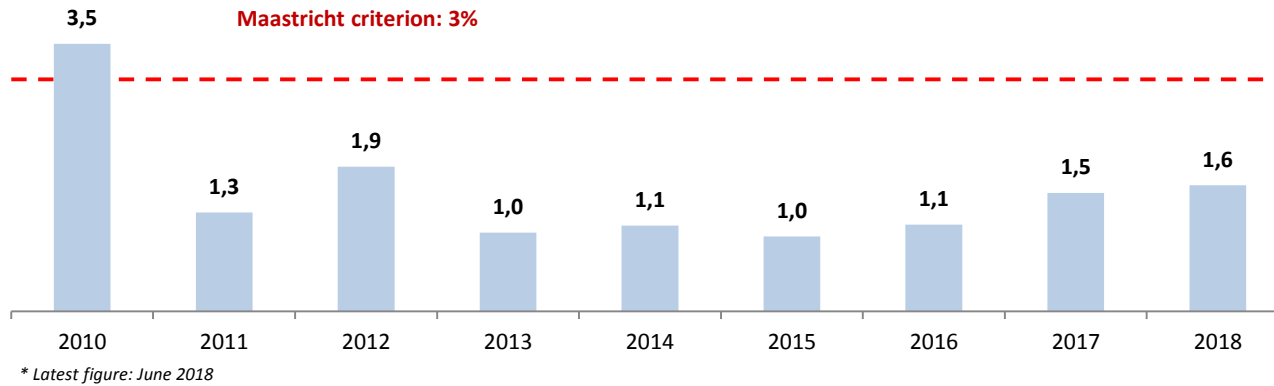


New job creation in 2017 is nearly 1,5x of previous 10 year average.

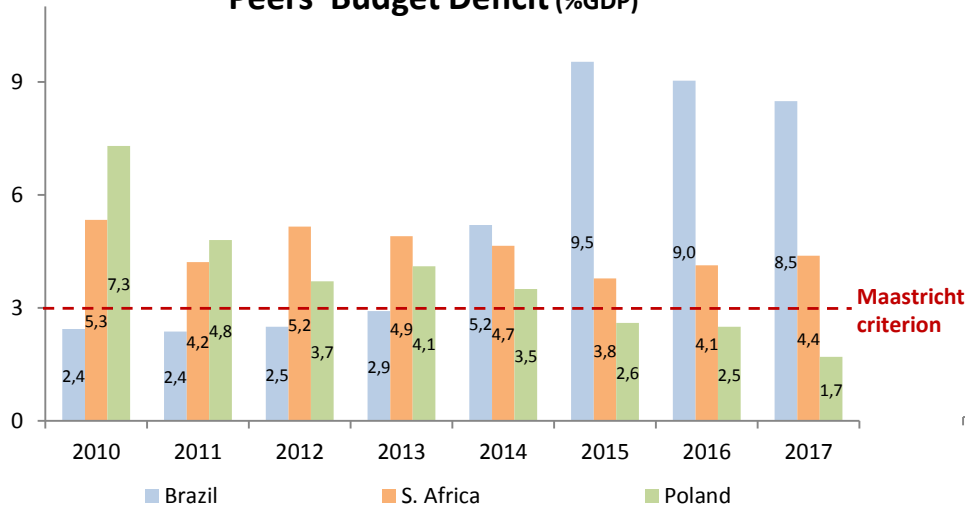
2006-16 avg.  
688k

# Strong fiscal discipline has been the main pillar of economic policy

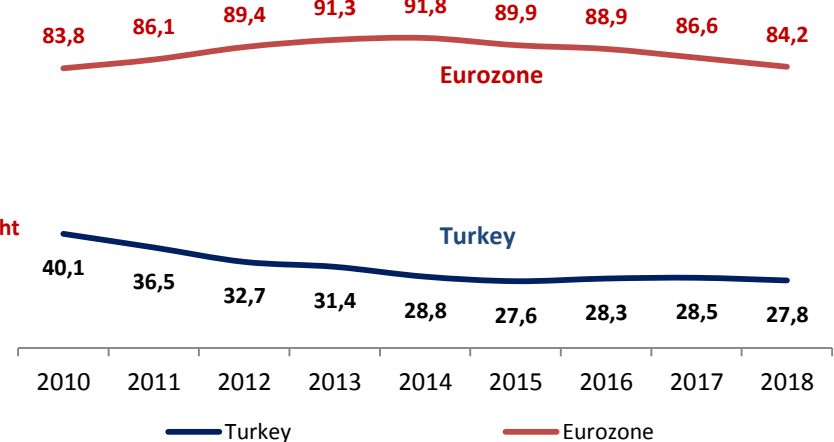
## Budget Deficit (%GDP)



## Peers' Budget Deficit (%GDP)

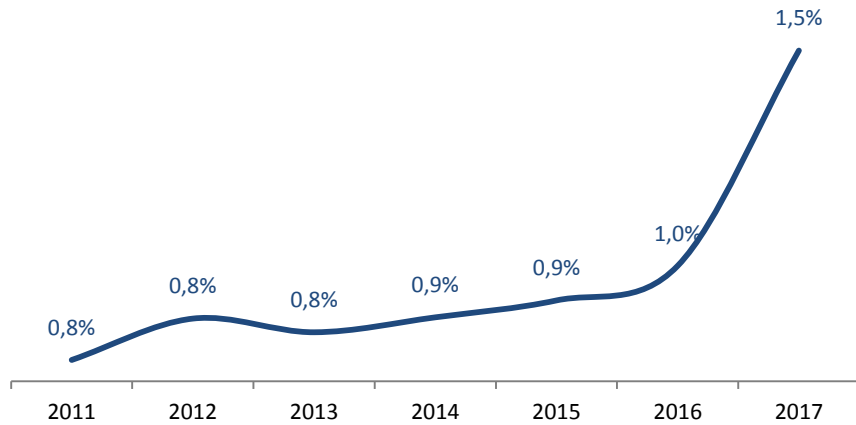


## General Government Debt Stock (%GDP)

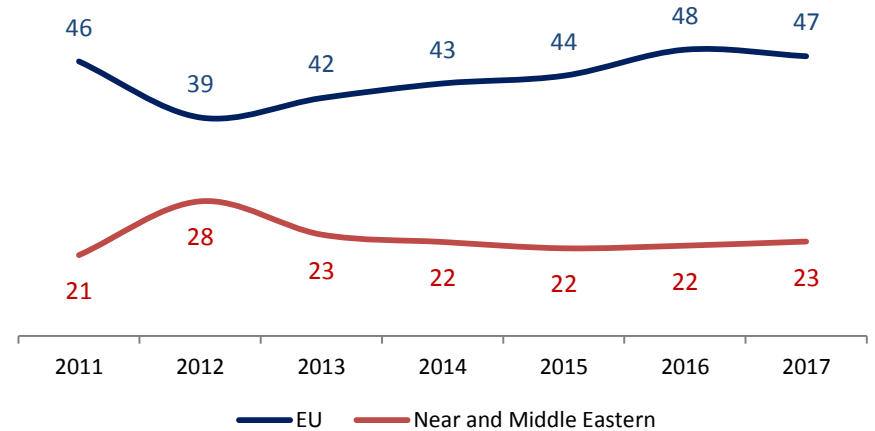


# Decreasing trade gap with diversified export markets

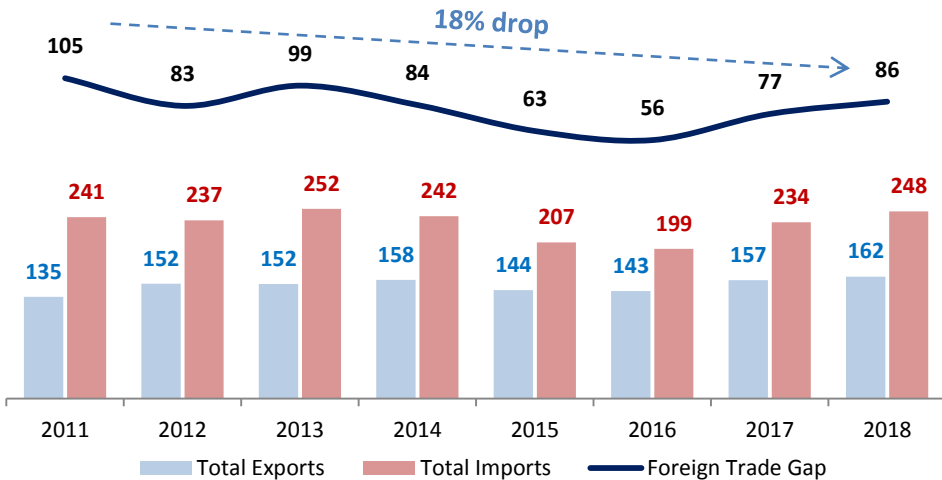
## Turkey's Share in World Total Export



## Exports (% of total)

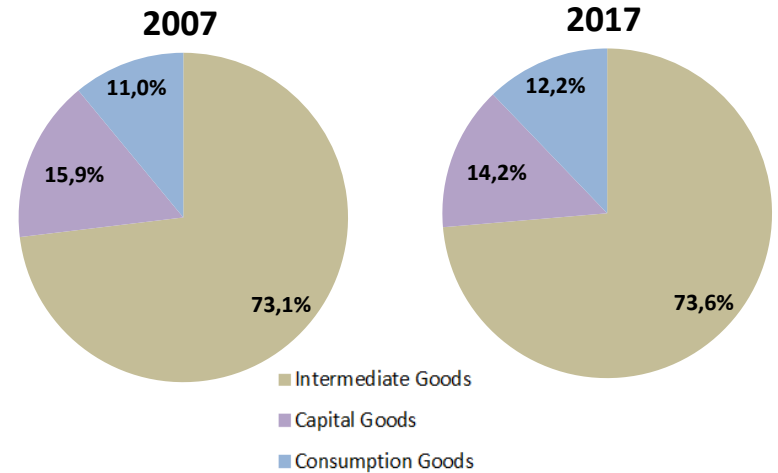


## Trade Balance (bn USD, 12-month cumulative)



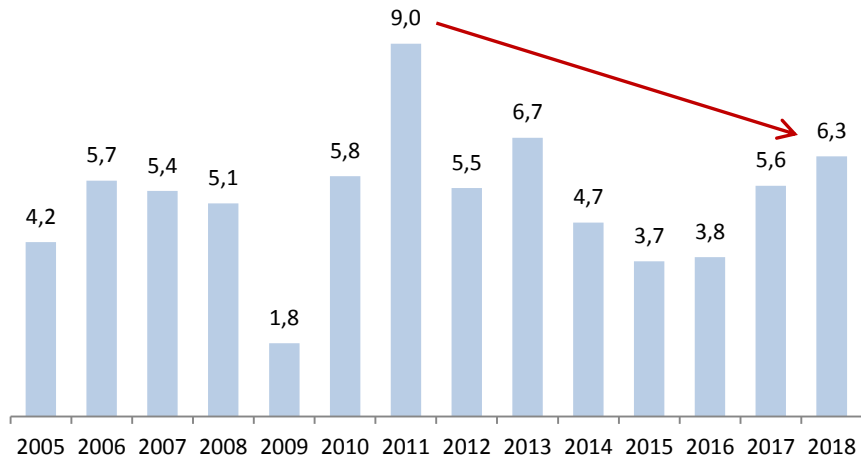
\* Latest figure: June 2018

## Composition of Imports (%)



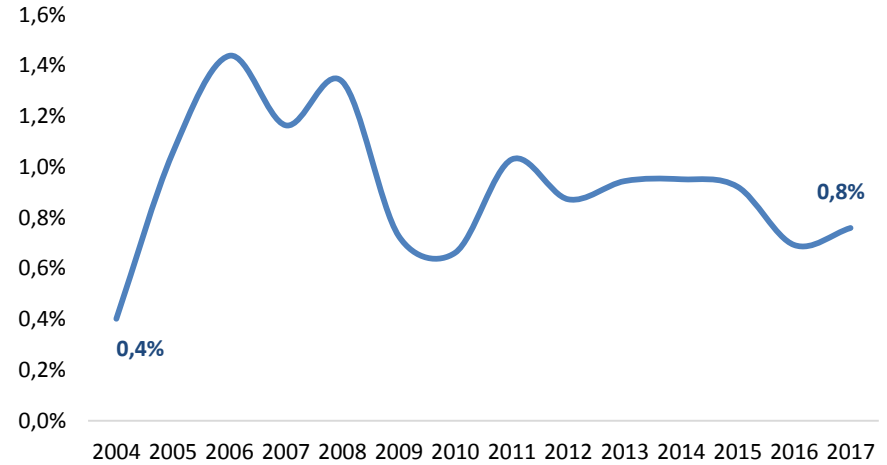
# Current account deficit is steadily decreasing

### Current Account Deficit (% GDP)

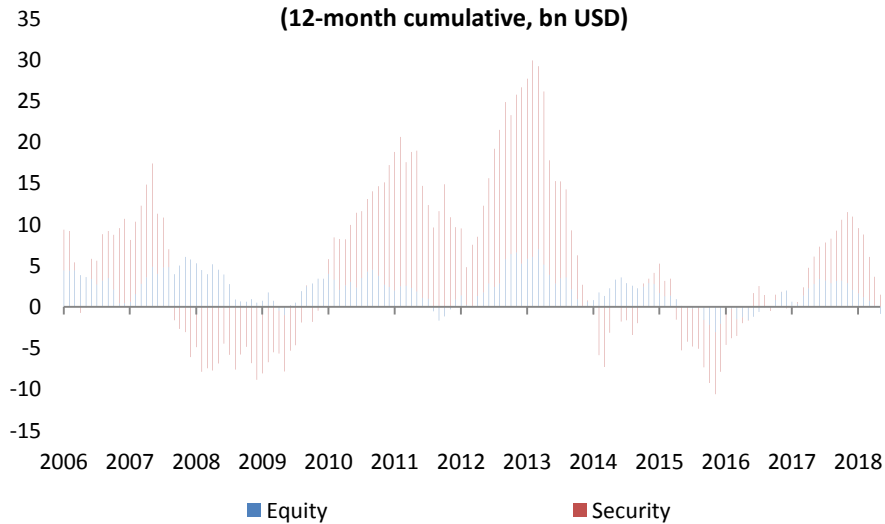


\* Latest figure: Q1, 2018

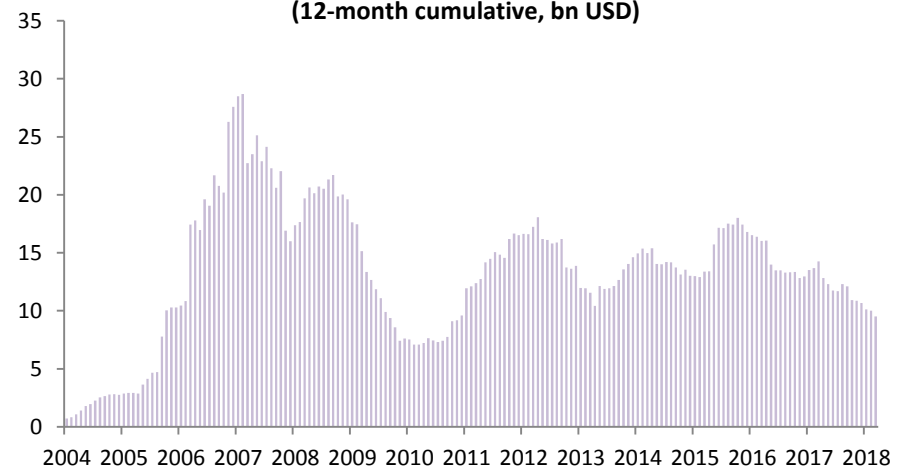
### Turkey's Share in Global FDI Inflows



### Portfolio Inflows (12-month cumulative, bn USD)

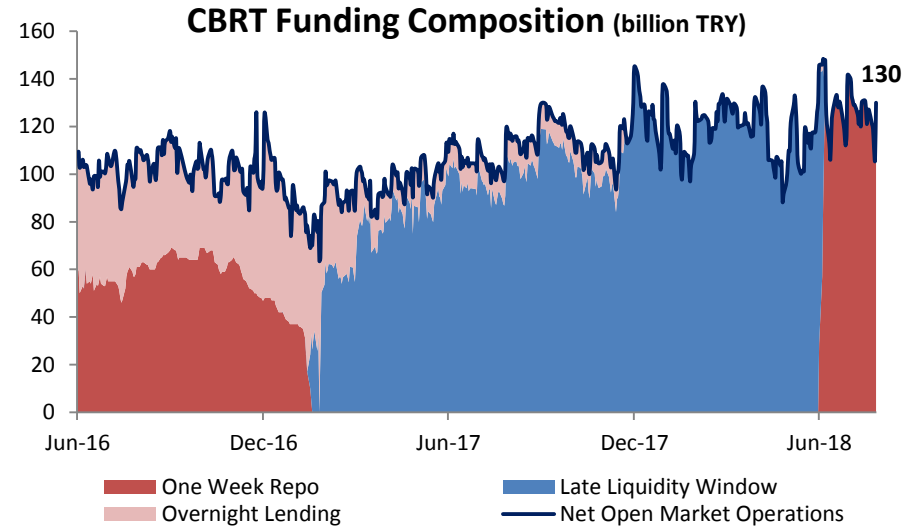
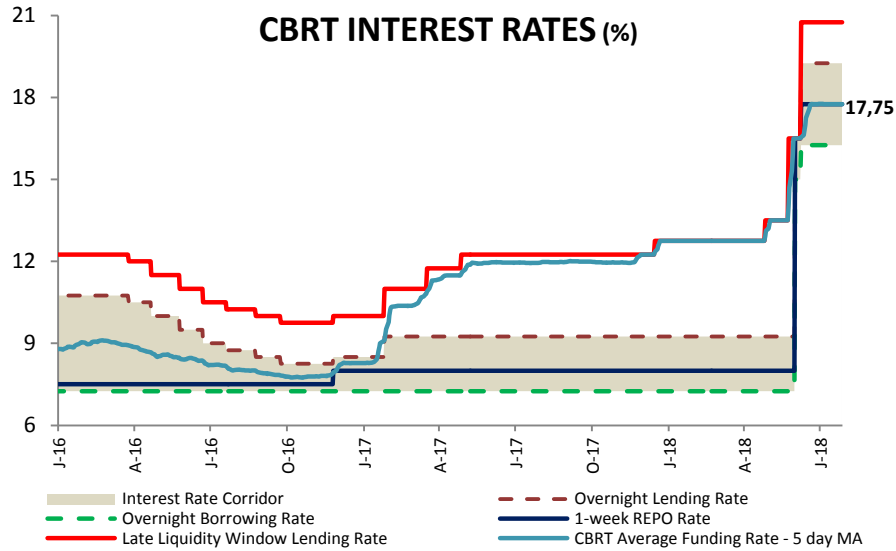


### Foreign Direct Investment Inflows (12-month cumulative, bn USD)

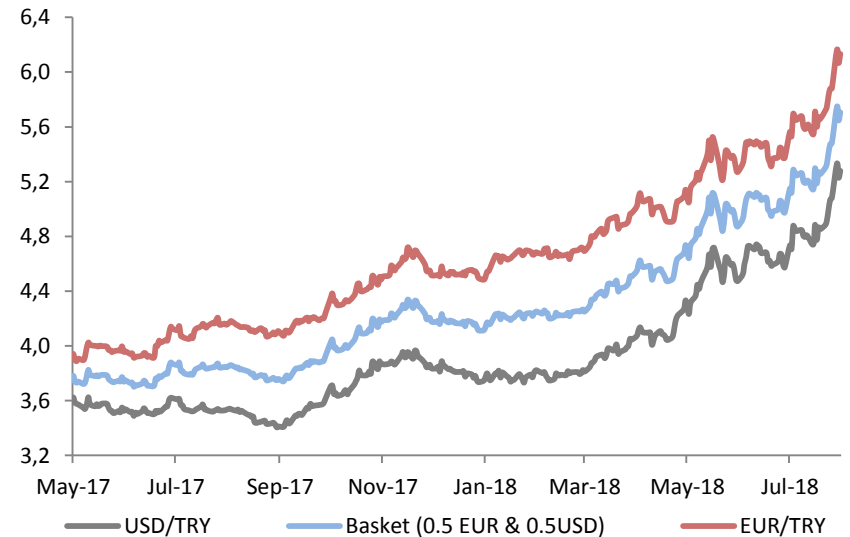
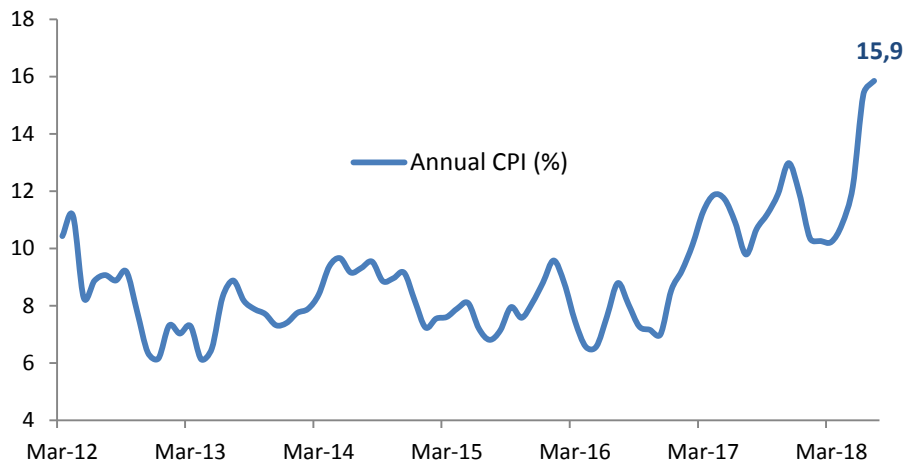




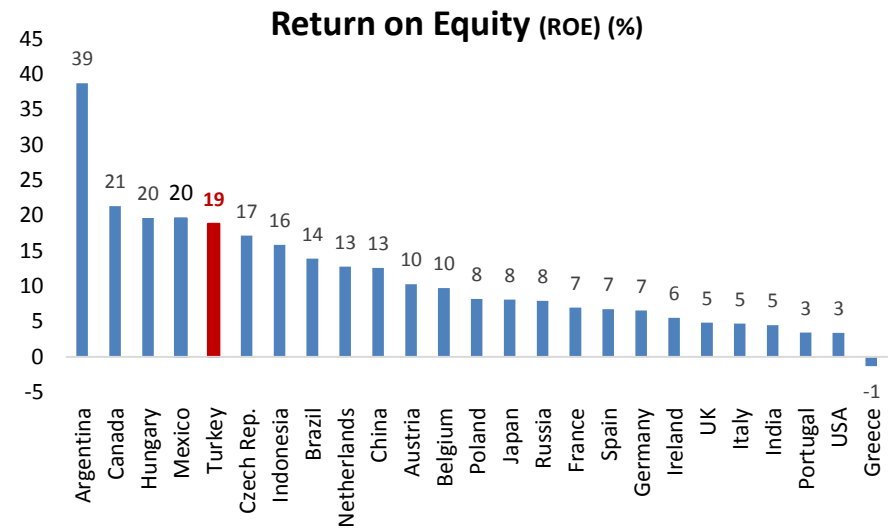
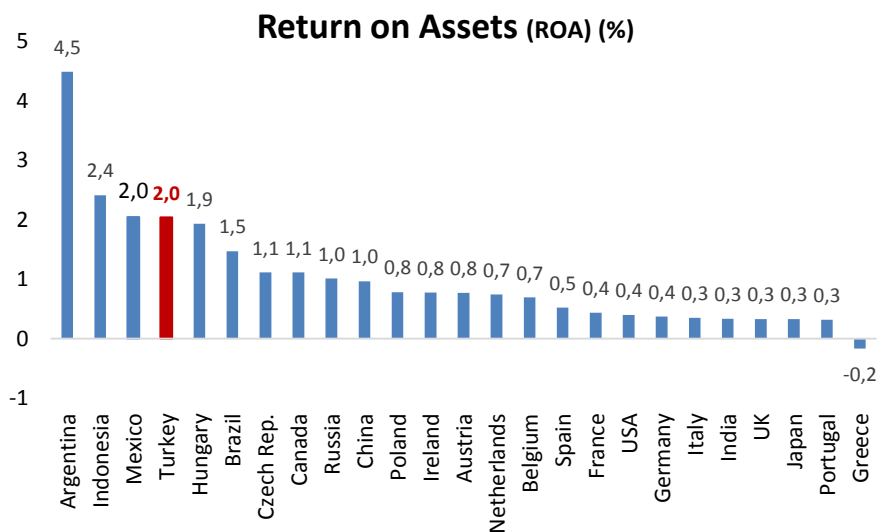
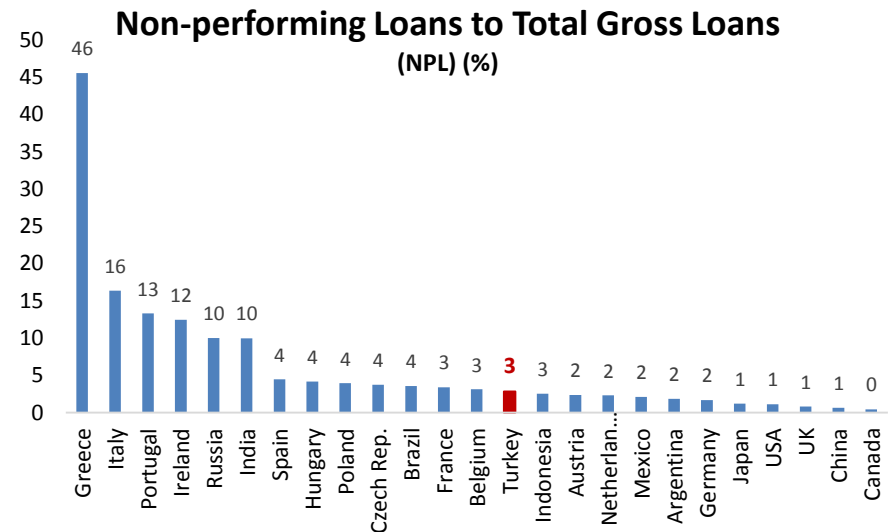
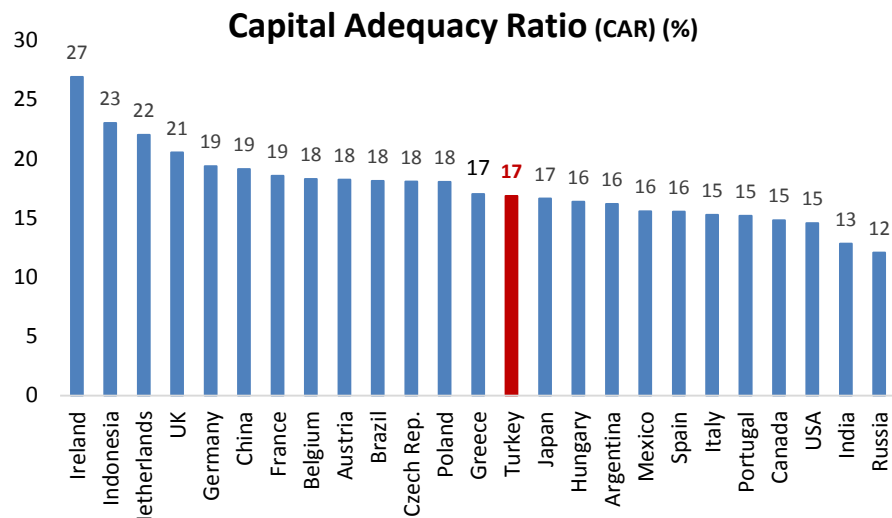
# Central bank is implementing tight monetary policy



## The rise in inflation is expected to be temporary

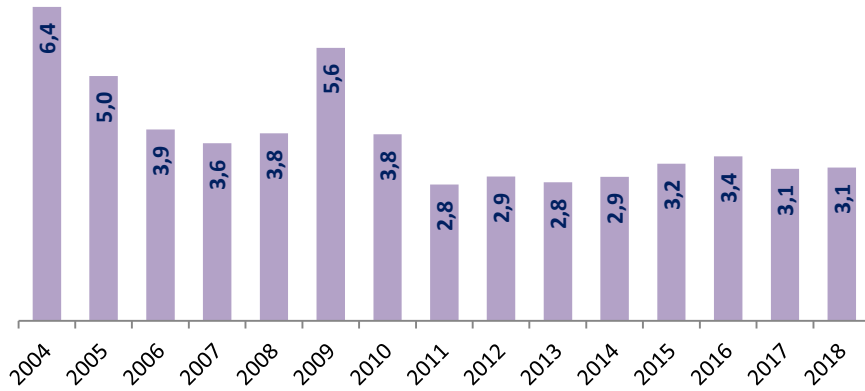


# Well capitalized, strong banking sector attracts foreign interest



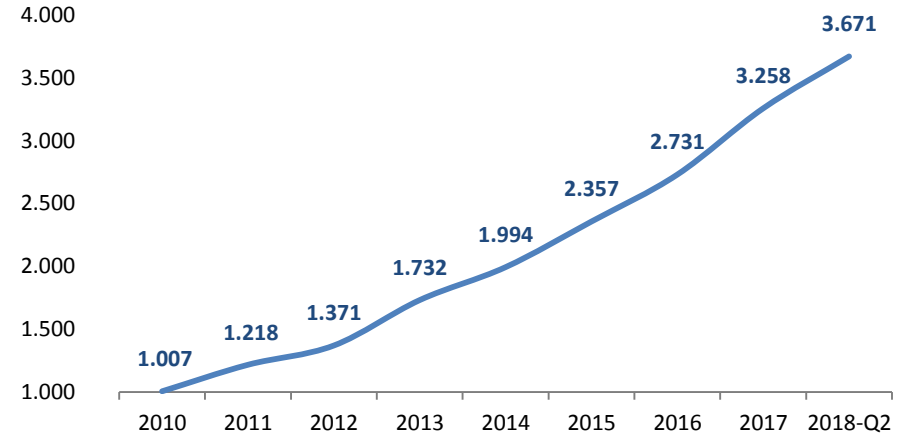
# The banking sector grew as a result of its strong asset quality and was able to maintain high profits

### Non-Performing Loan Ratio (%)

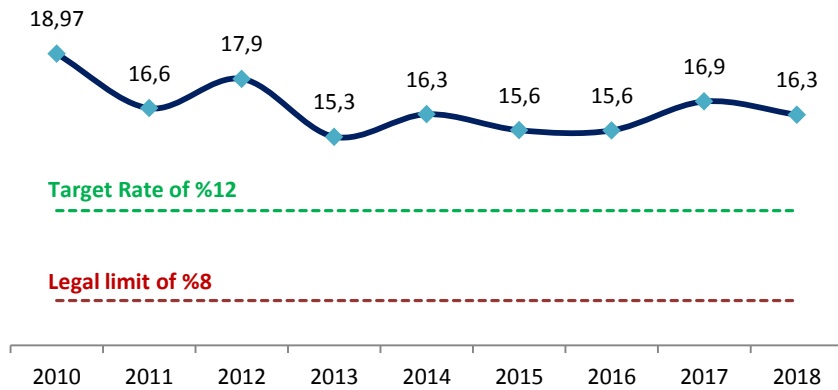


\* Latest figure: June 2018

### Banking Sector Total Asset (billion TL)

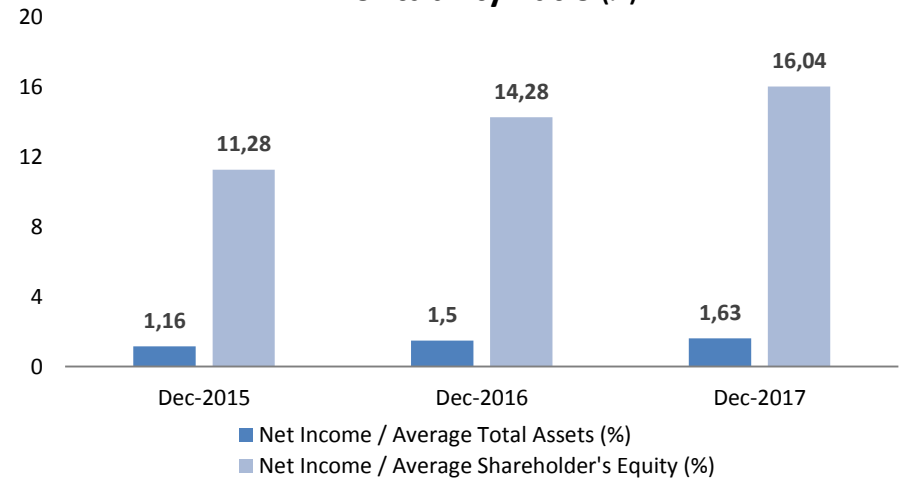


### Capital Adequacy Ratio (%)



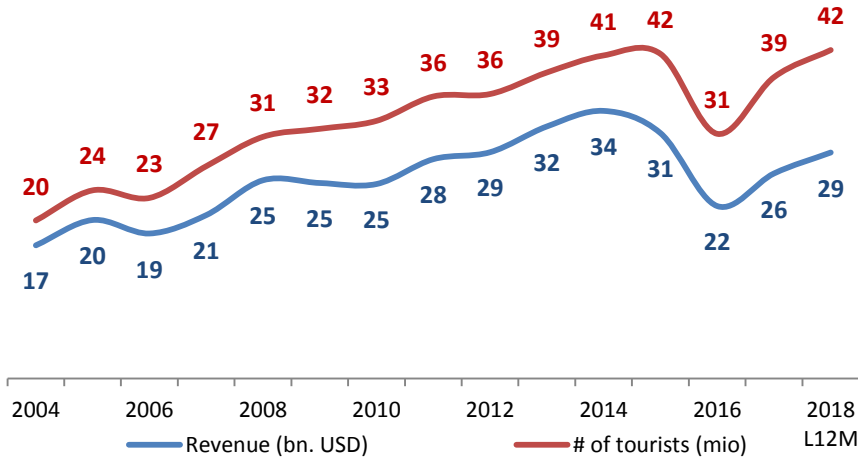
\* Latest figure: June 2018

### Profitability Ratio (%)



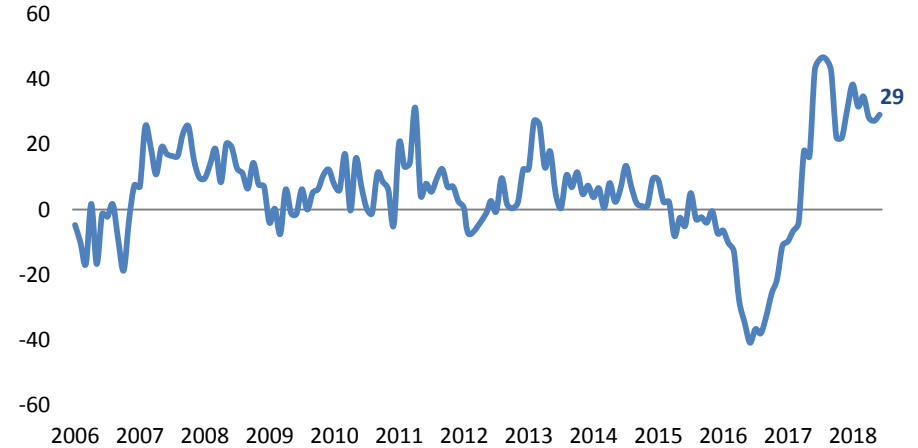
# Tourism revenues and number of visitors doubled between 2004-2014. Strong recovery has been continuing in 2018!

### # of Visitors vs. Revenues



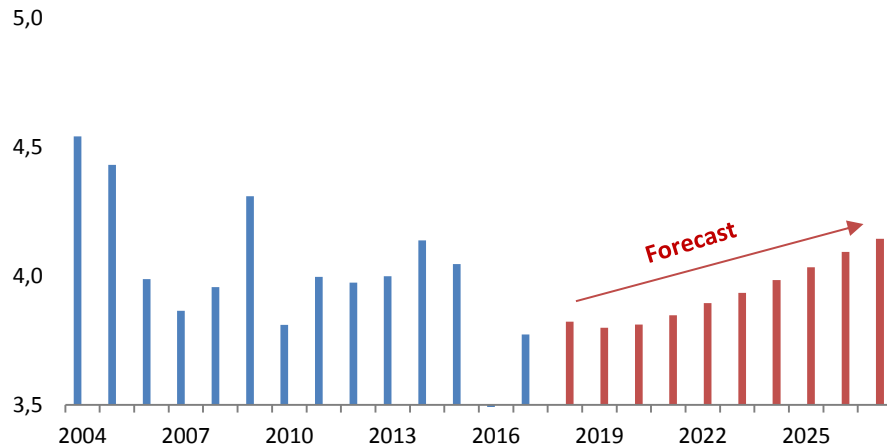
\* Latest figure: Q2 - 2018

### Turkey Foreign Arriving Visitors Change (YoY,%)



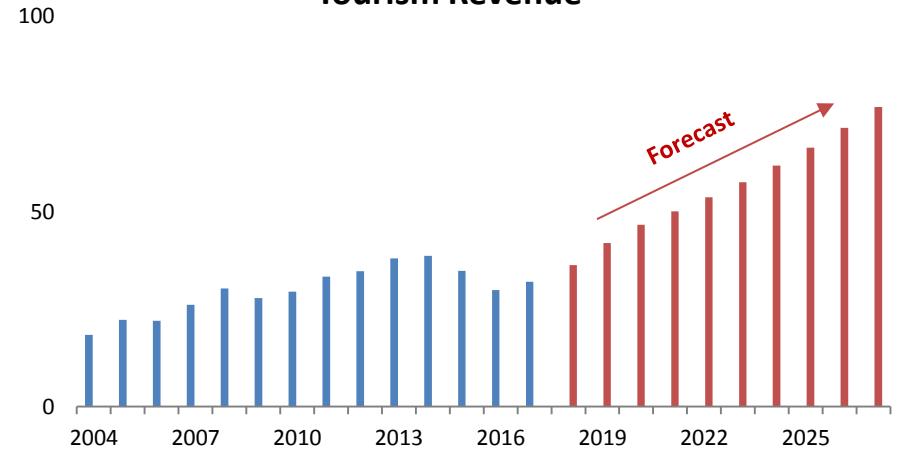
\* Latest figure: June 2018

### Direct Contribution to GDP\* (%)



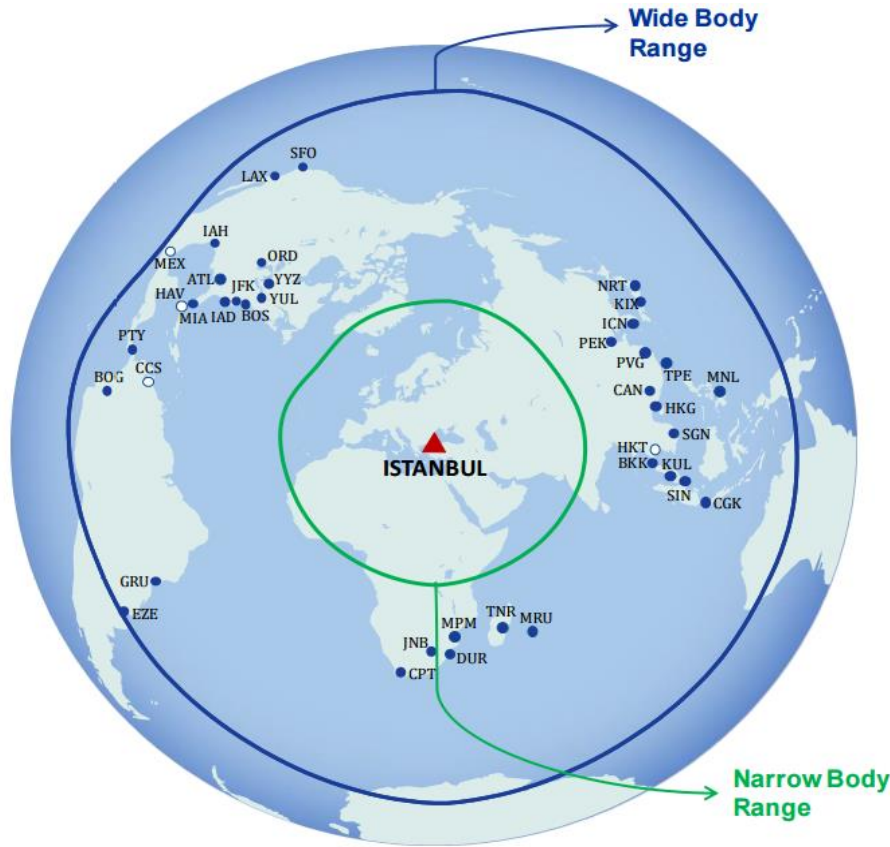
\* Based on WTTC data

### Tourism Revenue\*

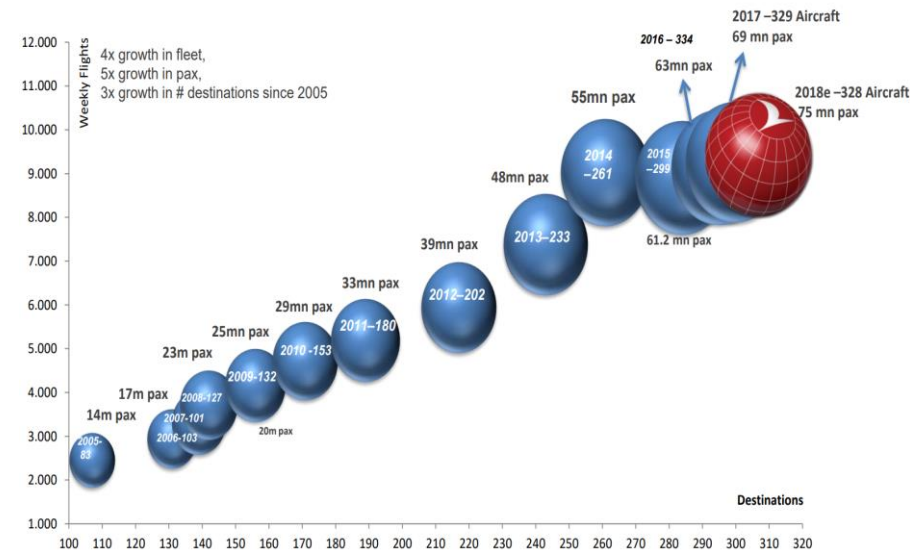
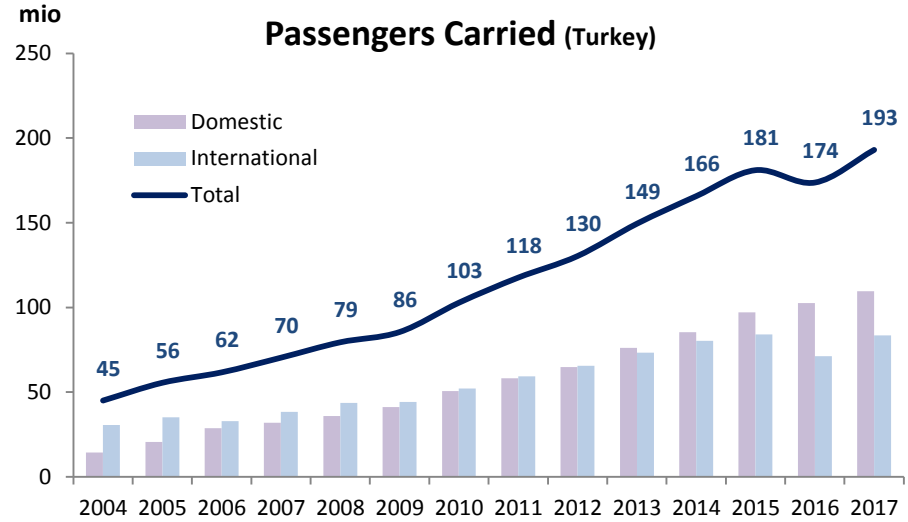


# Air traffic more than tripled in last 10 years

1,5 billion people and \$24T GDP at 4 hour flight-distance



Turkish Airlines connects you to 304 destinations in 122 countries



\* As of 30.06.2018

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