

I. Overview

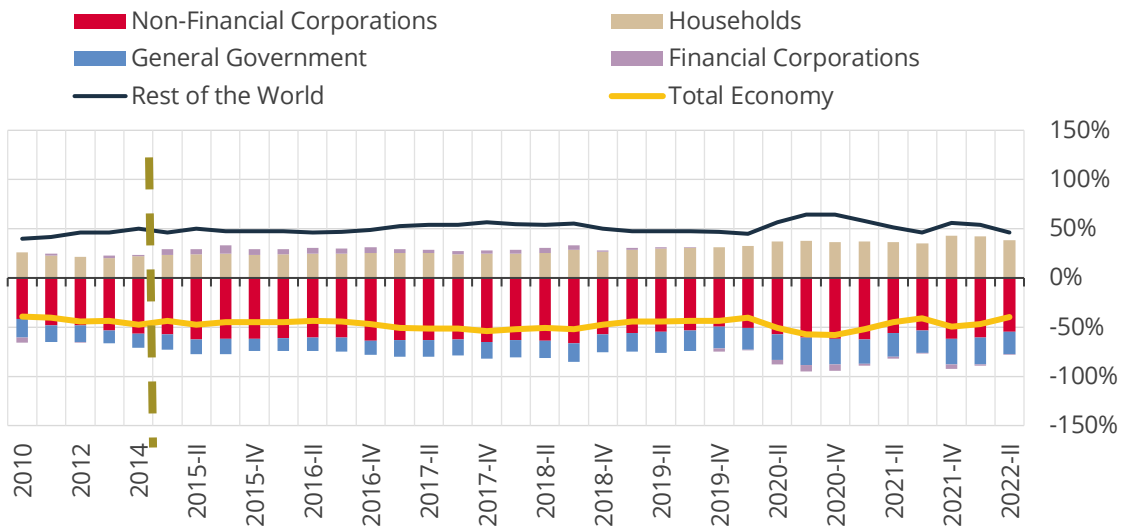
Table 1: Financial Net Worth by Sectors (TRY Billion)^{1,2}

	Total Economy	Non-Financial Corporations	Financial Corporations	General Government	Households	Rest of the World
Financial Assets	41.426	17.151	16.632	2.263	5.381	4.217
Liabilities	45.467	22.691	16.717	4.613	1.446	8.943
Financial Net Worth	-4.040	-5.540	-86	-2.350	3.936	4.726

Source: CBRT

An analysis of the domestic economy's financial balance sheets by sectors as of 2022Q2 reveals that the total economy was a financial borrower, while households and the rest of the world were creditors, and non-financial corporations and the general government were debtors. Meanwhile, due to their financial intermediation activities, financial corporations generated a near-balanced financial net worth (Table 1, Chart 1).

Chart 1: Ratio of Financial Net Worth (Stock) to GDP, by Sectors (%)²



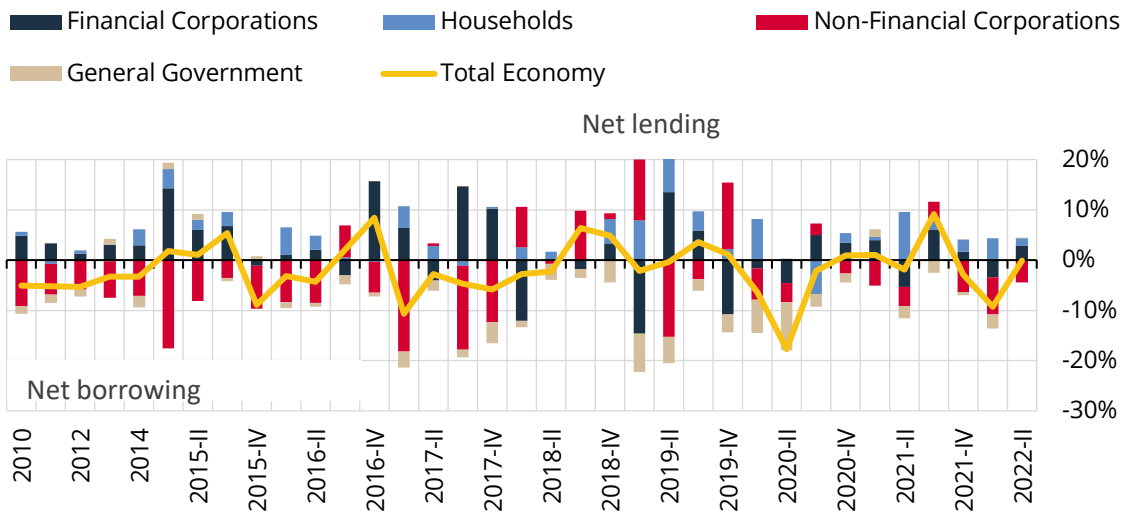
Source: CBRT, TURSKTAT.

Latest Observation: 2022-II

¹ Pursuant to the methodology, there is a difference between the financial net worth of total domestic economy and rest of the world, since there is no counterpart sector for monetary gold. The rest of the world has been reported based on residency, so as to be compatible with the International Investment Position Statistics.

² The households sector also covers non-profit institutions serving households. Hanehalkı sektörü, hanehalkına hizmet veren kar amacı olmayan kuruluşları da kapsamaktadır.

Chart 2: Net Lending/Borrowing (Transaction), Ratio to GDP, by Sectors (%)

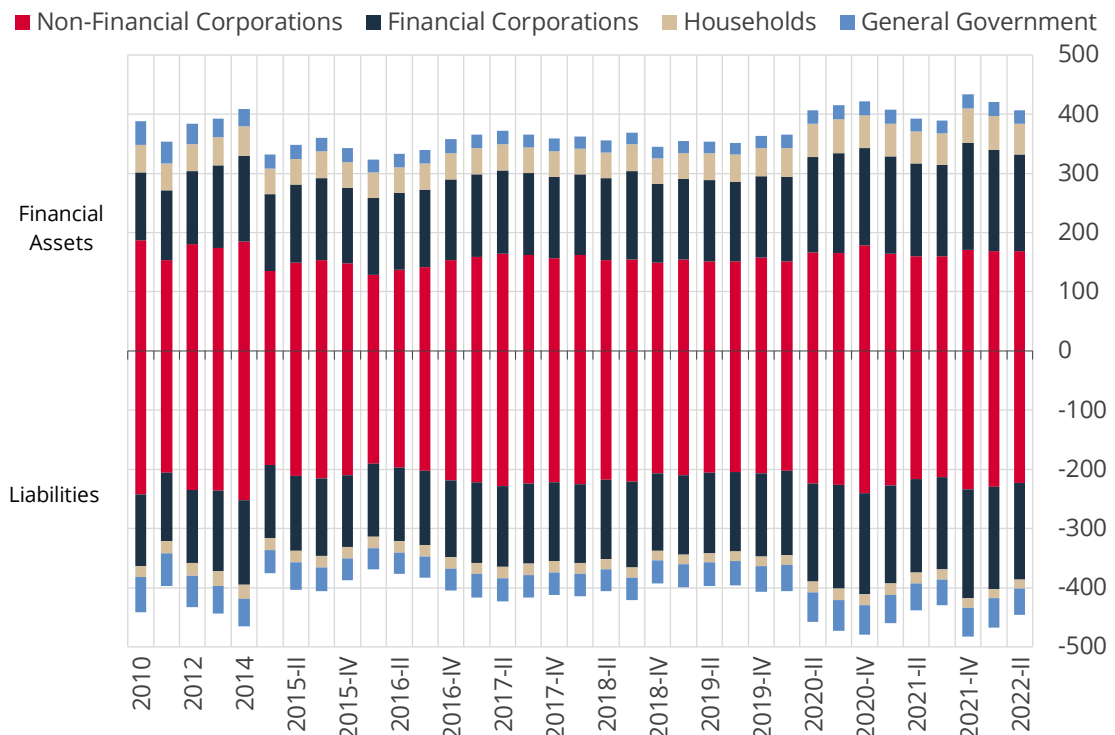


Source: CBRT, TURSKTAT.

Latest Observation:2022-II

According to net financial transactions conducted by sectors, the total economy, which was a net borrower with 9.3% of GDP in the previous quarter, became a net borrower with 0.1% of GDP in the second quarter of 2022. In terms of contributions to this ratio, non-financial corporations was the only borrower in this quarter with 4.5% of GDP. Meanwhile, financial corporations was a net lender with 2.9 of GDP (Chart 2).

Chart 3: Financial Assets and Liabilities to GDP by Sectors (%)

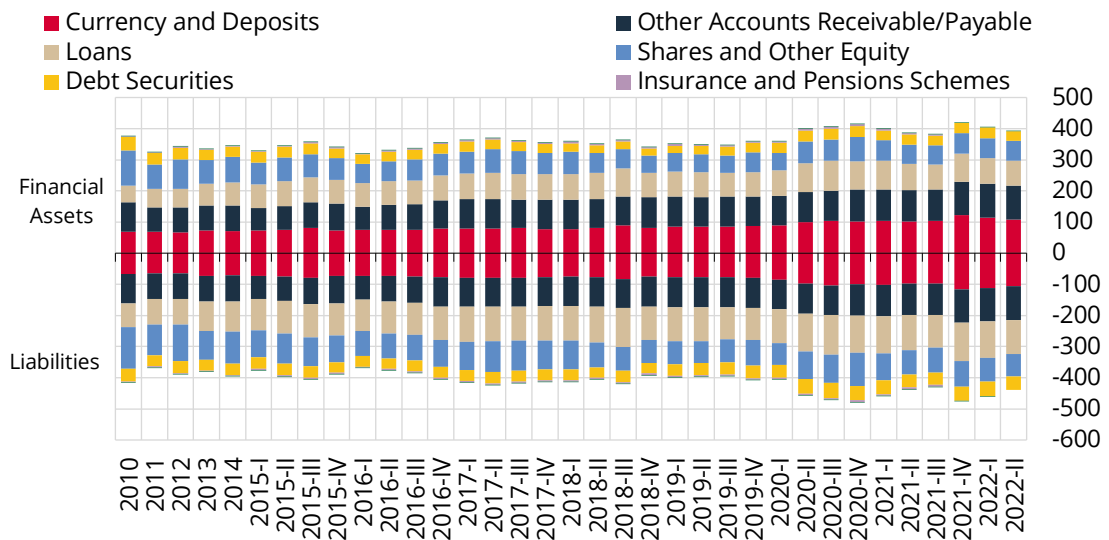


Source: CBRT, TURSKTAT.

Latest Observation: 2022-II

An analysis of financial assets and liabilities by sectors over the recent period reveals that non-financial corporations was the largest sector on both assets and liabilities sides (Chart 3).

Chart 4: Distribution of Financial Instruments-Total Economy, Ratio to GDP*(%)



Source: CBRT, TURSKTAT.

Latest Observation: 2022-II

(*) Monetary gold and SDR are excluded.

In 2022Q2, currency and deposits, and other accounts receivables had the largest weight in assets; as for liabilities: other accounts payable and loans items had the largest weight in liabilities (Chart 4).