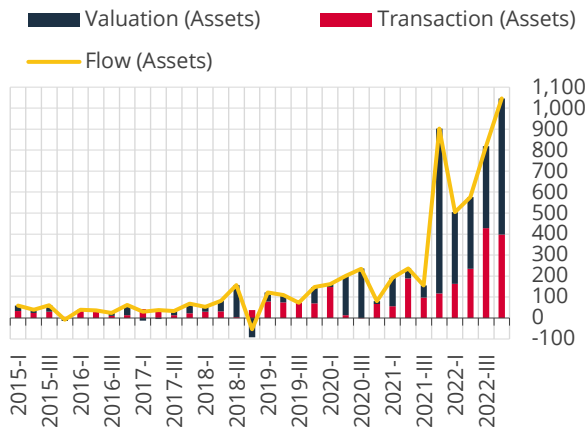


III. Households

In 2022Q4, household financial assets increased by TRY 1,046 billion quarter-on-quarter, TRY 649 billion of which was driven by valuation and TRY 397 billion by transactions (Chart 7). Meanwhile, household financial liabilities recorded a quarter-on-quarter rise of TRY 236 billion, almost all of which resulted from an increase in transactions (Chart 8).

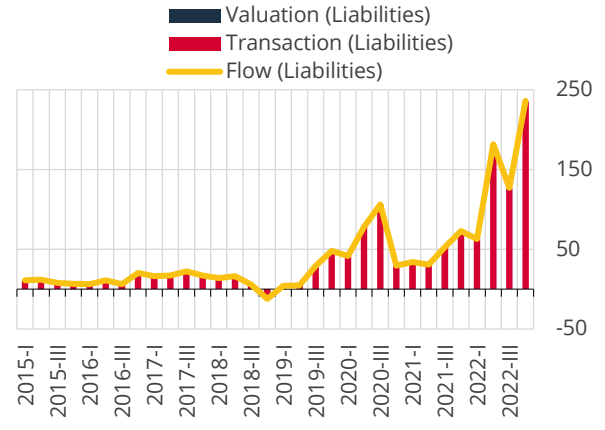
Chart 7: Financial Assets, Flow (TRY Billion)



Source: CBRT

Last Observation:2022-IV

Chart 8: Liabilities, Flow (TRY Billion)

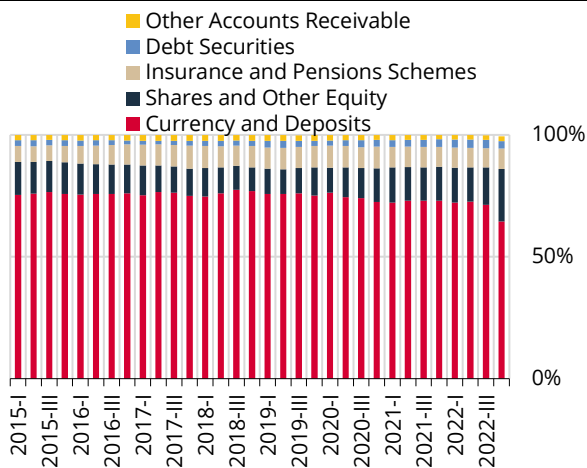


Source: CBRT

Last Observation: 2022-IV

In 2022Q4, the distribution of household financial instruments did not change significantly. The leading instrument in household financial assets was currency and deposits with a share of about 64%, followed by shares and other equity (Chart 9). As for household liabilities, almost all were composed of loans (Chart 10).

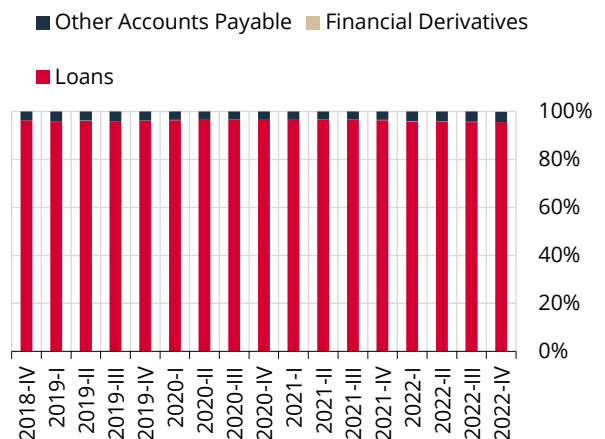
Chart 9: Breakdown of Financial Assets by Instruments (%)



Source: CBRT

Last Observation:2022-IV

Chart 10: Breakdown of Liabilities by Instruments (%)

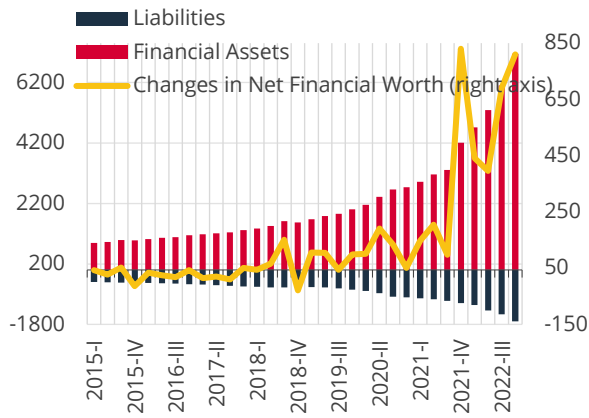


Source: CBRT

Last Observation: 2022-IV

In 2022Q4, household financial net worth increased by TRY 811 billion (Chart 11). Household indebtedness indicators suggest that the ratios of household debt to GDP, to total financial assets, and to disposable income remained very close to the previous quarter with 11%, 23%, and 40% on a quarterly basis, respectively (Chart 12).

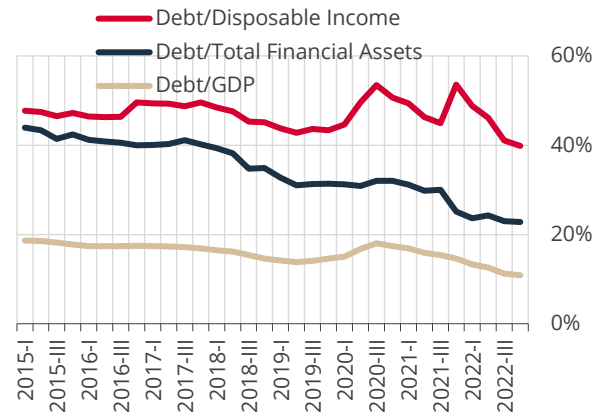
Chart 11: Change in Financial Net Worth of Households (TRY Billion)



Source: CBRT

Last Observation: 2022-IV

Chart 12: Household Debt* (%)



Sources: CBRT, TURKSTAT.

Last Observation: 2022-IV

* Household debt is composed of loans.