

# Monetary Developments

Data Governance and Statistics  
Department

February 2024

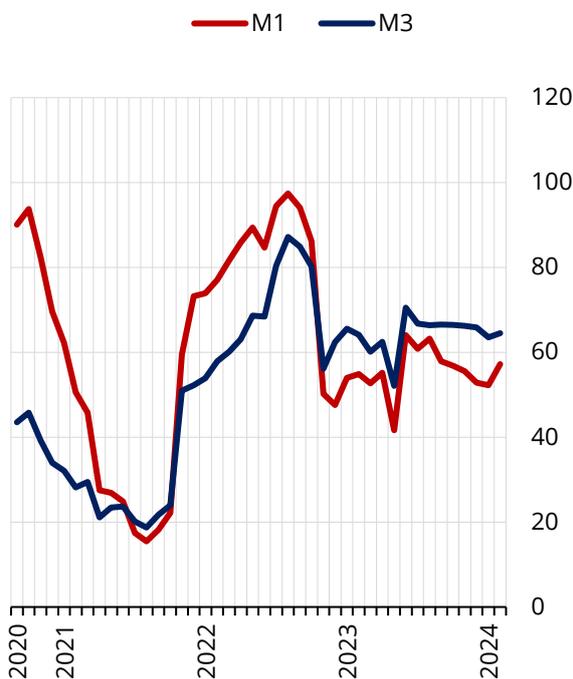


## Evaluations

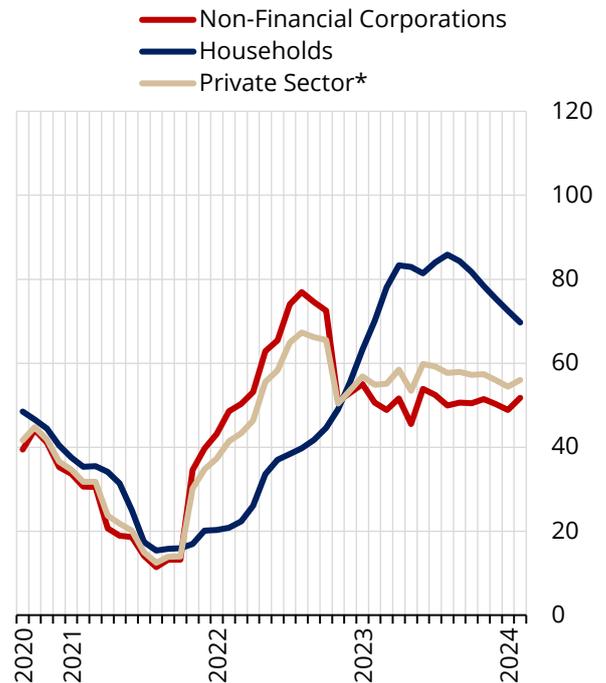
The broad money supply M3 grew annually by 64.5% in February 2024 following the 63.5 -percent year-on-year growth in January 2024. While the annual growth rate of M1, the narrowest measure of money supply, was 52.2% in January 2024, it was 57.2% in February 2024.

The annual rate of increase in loans granted by the monetary sector to households is 69.7% in February 2024. Meanwhile, the loans extended to non-financial corporations increased 48.9% in January 2024 compared to previous year, while it increased year on year 51.7% in February 2024.

**Chart 1. Monetary Aggregates** (February 2024, Annual % Growth)



**Chart 2. Loans** (February 2024, Annual % Growth)



(\* ) Private Sector includes Agricultural Sales and Credit Cooperatives, Non-profit Inst. Serving Households and Other as well as Non-Financial corp. and Households.

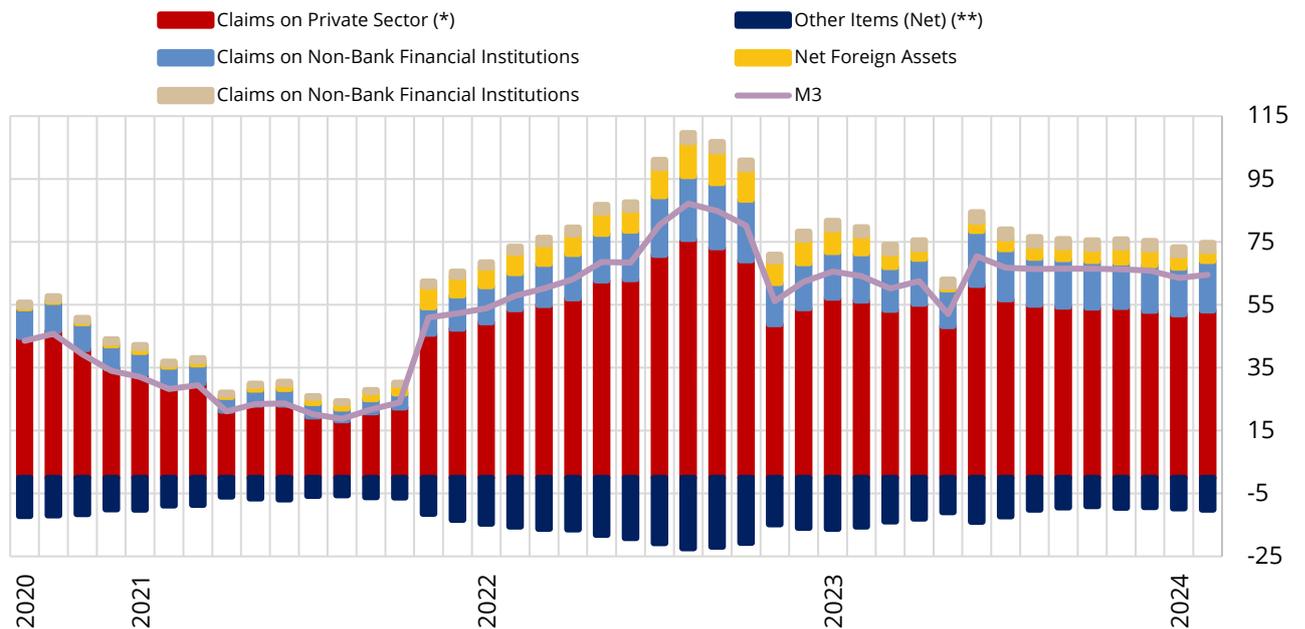
An analysis of the contribution of broad money components to the annual growth in money supply reveals that the largest contribution came from time deposits, followed by demand deposits.

The increase in time deposits contributed 39.3% to the 64.5% annual growth in the broad money M3 in February 2024 while demand deposits added 20.8%. Other components had a limited contribution to the growth.

**Table 1. Contribution of Broad Money Components to the Annual Growth in M3 Money Supply**

	February 2024 (Milyon TL)	December 2023 (%)	January 2024 (%)	February 2024 (%)
<b>M3</b>	<b>14.588.901</b>	<b>65,89</b>	<b>63,50</b>	<b>64,52</b>
Funds Received from Repo Transactions	261.495	0,89	1,10	1,16
Money Market Funds	278.248	0,70	0,89	1,23
Debt Securities Issued	28.944	0,14	0,14	0,13
<b>M2-M1</b>	<b>8.893.422</b>	<b>41,80</b>	<b>39,62</b>	<b>39,33</b>
Time Deposits (TRY)	6.828.471	32,12	30,29	30,20
Time Deposits (FX)	2.064.951	9,68	9,33	9,13
<b>M1</b>	<b>5.126.792</b>	<b>22,37</b>	<b>21,75</b>	<b>22,67</b>
Currency Outside Banks	423.170	1,92	1,79	1,87
Demand Deposits (TRY)	1.360.083	6,12	5,72	6,02
Demand Deposits (FX)	3.343.538	14,34	14,25	14,79

Source: CBRT

**Chart 3. Reflection of Annual Growth in M3 Money Supply to Counterpart Items (February 2024)**

(\*) Claims on Private Sector includes Claims on Non-Financial Public Enterprises.

(\*\*) Transactions of the monetary sector are netted under "Other Items (Net)".

The growth in M3 is reflected in counterparts as an increase in claims on the private sector, the general government, non-bank financial institutions and net foreign assets by 53.2%, 15.7%, 2.6% and 3.1% respectively. On the other hand, other items (net) had a reducing effect by 10.1%.