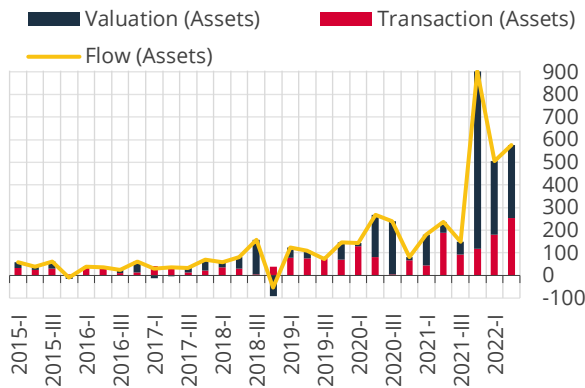


III. Households

In 2022Q2, household financial assets increased by TRY 577 billion quarter-on-quarter, TRY 323 billion of which was driven by valuation and TRY 254 billion by transactions (Chart 7). Meanwhile, household financial liabilities recorded a quarter-on-quarter rise of TRY 181 billion, almost all of which resulted from an increase in transactions (Chart 8).

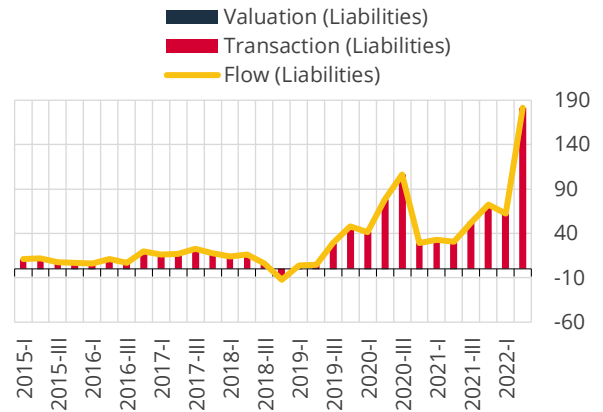
Chart 7: Financial Assets, Flow (TRY Billion)



Sources: CBRT

Last Observation:2022-II

Chart 8: Liabilities, Flow (TRY Billion)

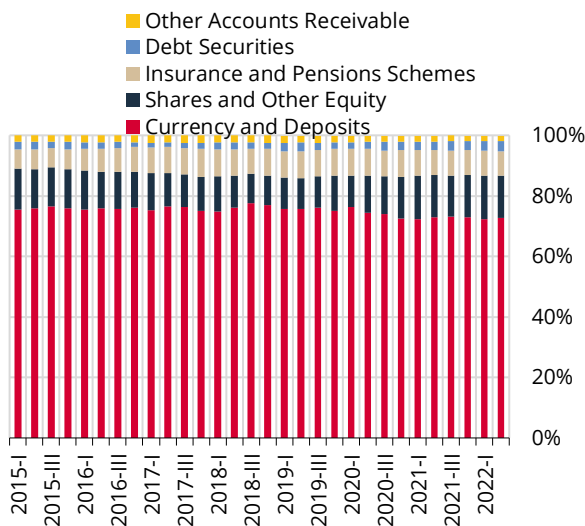


Sources: CBRT

Last Observation: 2022-II

In 2022Q2, 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 73%, followed by shares and other equity (Chart 9). As for household liabilities, almost all were composed of loans (Chart 10)

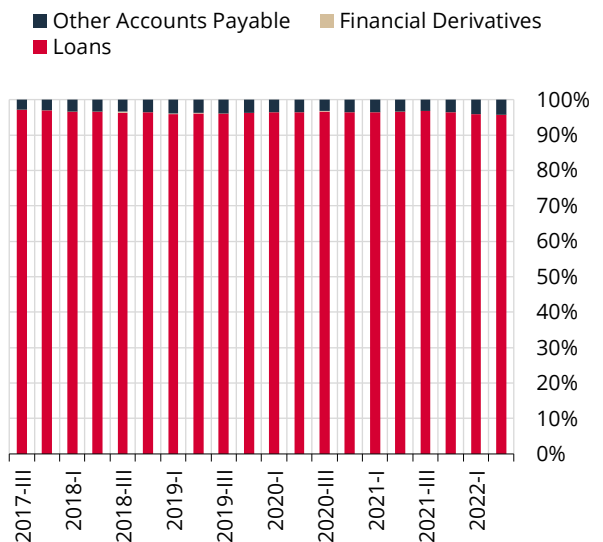
Chart 9: Breakdown of Financial Assets by Instruments (%)



Sources: CBRT

Last Observation:2022-II

Chart 10: Breakdown of Liabilities by Instruments (%)

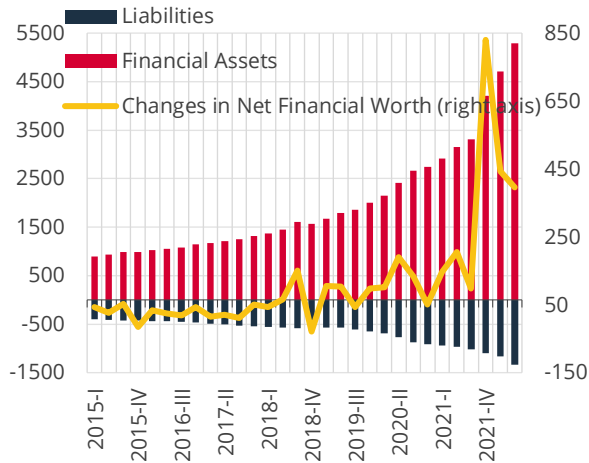


Sources: CBRT

Last Observation: 2022-II

In 2022Q2, household financial net worth increased by TRY 395 billion (Chart 11). Household indebtedness indicators suggest that the ratios of household debt to total financial assets (24%) and to GDP (13%) remained flat, but household debt to disposable income (46%) decreased on a quarterly basis (Chart 12).

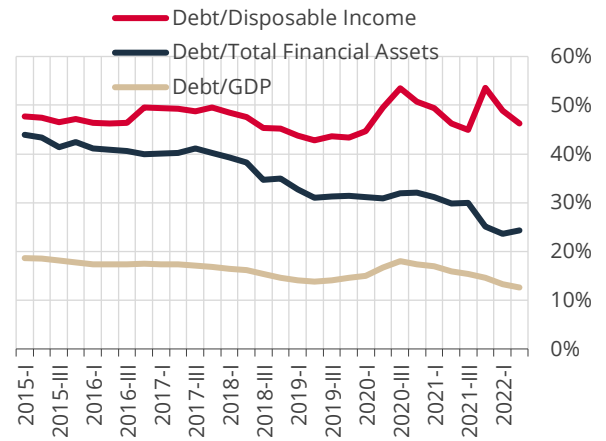
Chart 11: Change in Financial Net Worth of Households (TRY Billion)



Sources: CBRT

Last Observation: 2022-II

Chart 12: Household Debt* (%)



Sources: CBRT, TURKSTAT.

Last Observation: 2022-II

* Household debt is composed of loans.