

Monetary Developments

Data Governance and Statistics
Department

March 2024



Evaluations

The broad money supply M3 grew annually by 61.4% in March 2024 following the 64.5 -percent year-on-year growth in February 2024. While the annual growth rate of M1, the narrowest measure of money supply, was 57.2% in February 2024, it was 59.1% in March 2024.

The annual rate of increase in loans granted by the monetary sector to households is 65% in March 2024. Meanwhile, the loans extended to non-financial corporations increased 51.7% in February 2024 compared to previous year, while it increased year on year 50.8% in March 2024.

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

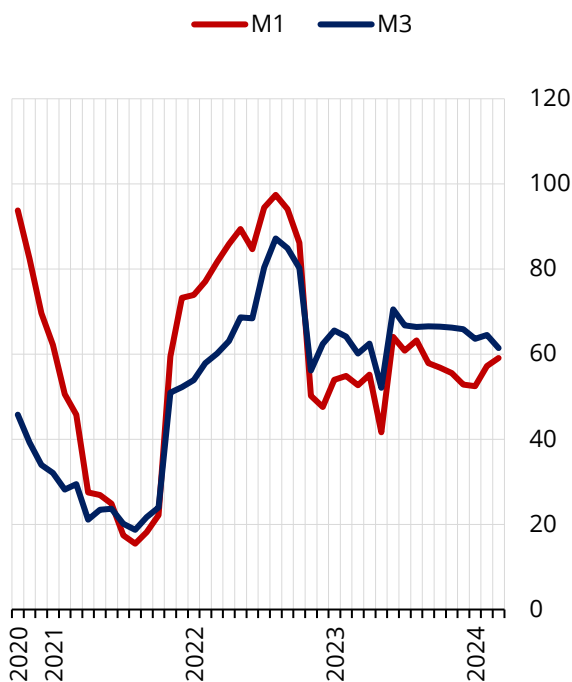
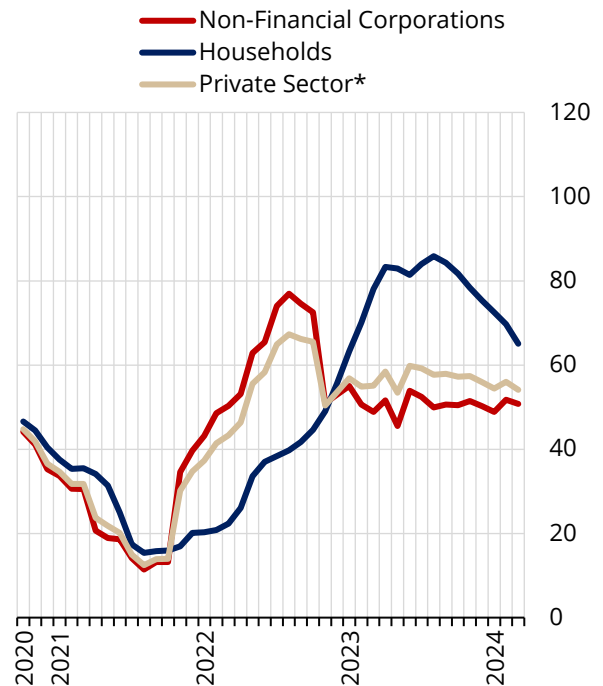


Chart 2. Loans (March 2024, Annual % Growth)



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

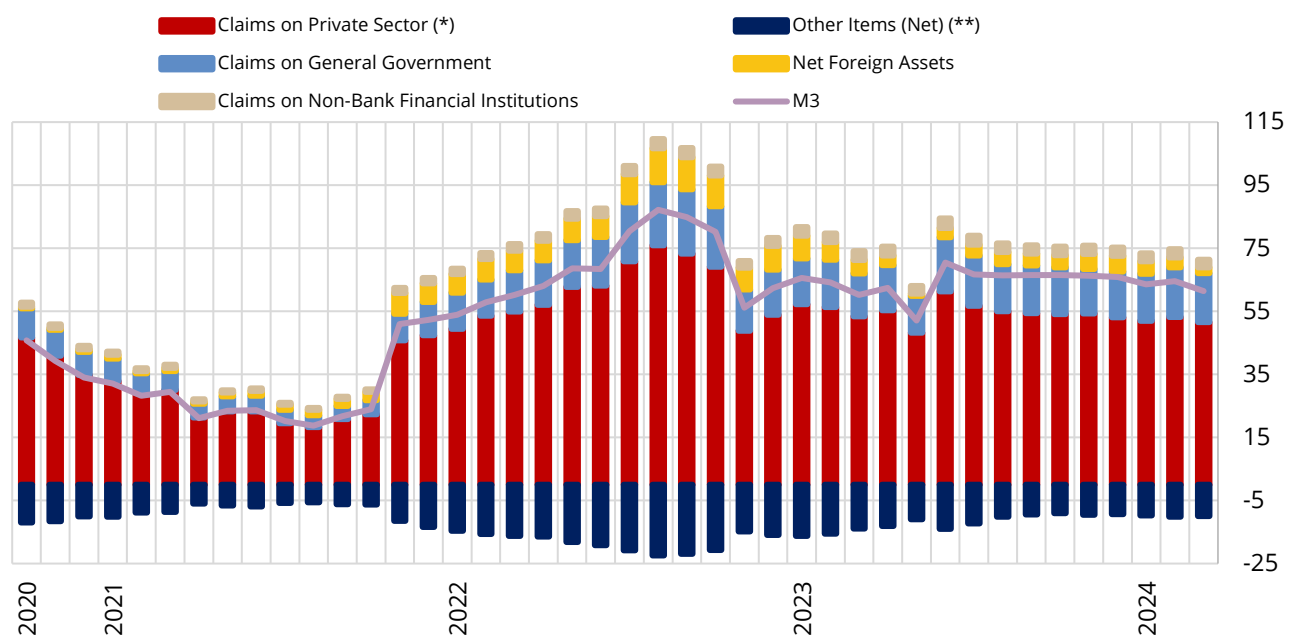
An analysis of the contribution of broad money components to the annual growth in money supply reveals that the largest contribution came from time deposits, followed by demand deposits.

The increase in time deposits contributed 36.2% to the 61.4% annual growth in the broad money M3 in March 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

	March 2024 (Million TRY)	January 2024 (%)	February 2024 (%)	March 2024 (%)
M3	14.983.979	63,50	64,52	61,41
Funds Received from Repo Transactions	310.050	1,10	1,16	1,27
Money Market Funds	294.870	0,89	1,23	1,21
Debt Securities Issued	30.591	0,14	0,13	0,13
M2-M1	8.832.444	39,62	39,33	36,20
Time Deposits (TRY)	6.700.030	30,29	30,20	27,46
Time Deposits (FX)	2.132.414	9,33	9,13	8,74
M1	5.516.025	21,75	22,67	22,61
Currency Outside Banks	445.764	1,79	1,87	1,83
Demand Deposits (TRY)	1.354.341	5,72	6,02	5,55
Demand Deposits (FX)	3.715.919	14,25	14,79	15,23

Source: CBRT

Chart 3. Reflection of Annual Growth in M3 Money Supply to Counterpart Items (March 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 51.5%, 15.6%, 2.4% and 1.8% respectively. On the other hand, other items (net) had a reducing effect by 9.9%.