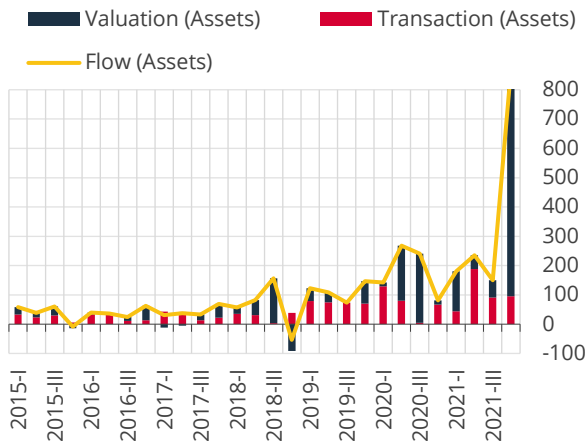


III. Households

In 2021Q4, household financial assets increased by TRY 869 billion quarter-on-quarter, TRY 773 billion of which was driven by valuation and TRY 96 billion by transactions (Chart 7). Meanwhile, household financial liabilities recorded a quarter-on-quarter rise of TRY 71 billion, almost all of which resulted from an increase in transactions (Chart 8).

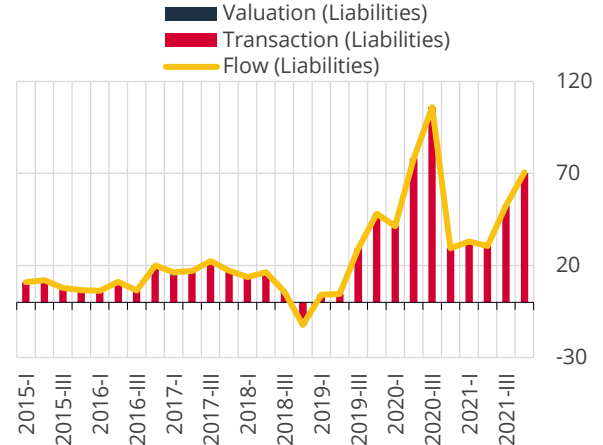
Chart 7: Financial Assets, Flow (TRY Billion)



Source: CBRT

Last Observation:2021-IV

Chart 8: Liabilities, Flow (TRY Billion)

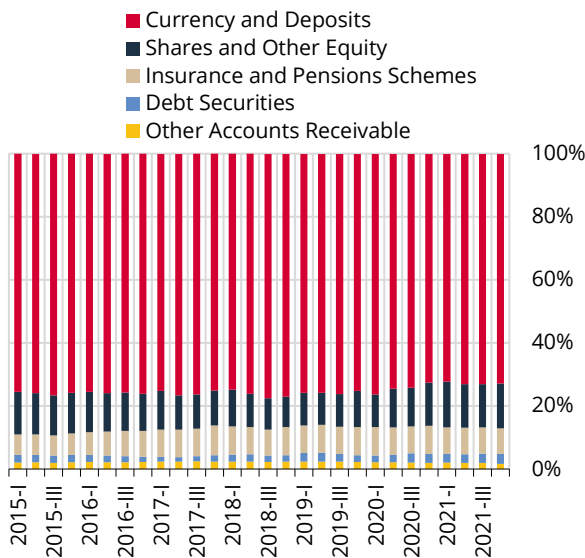


Source: CBRT

Last Observation: 2021-IV

In 2021Q4, 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).

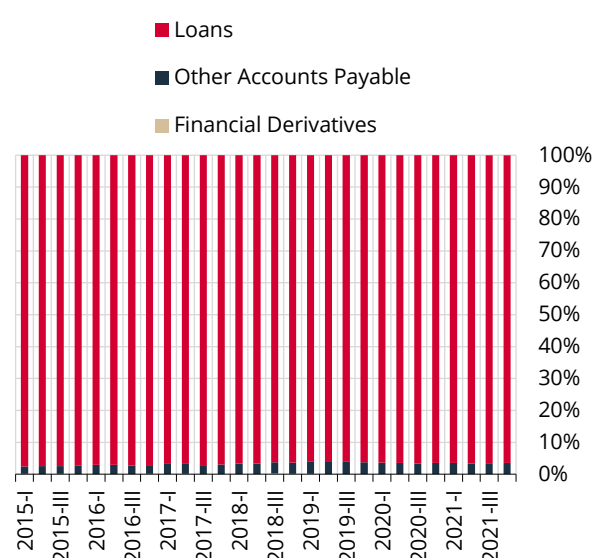
Chart 9: Breakdown of Financial Assets by Instruments (%)



Source: CBRT

Last Observation:2021-IV

Chart 10: Breakdown of Liabilities by Instruments (%)

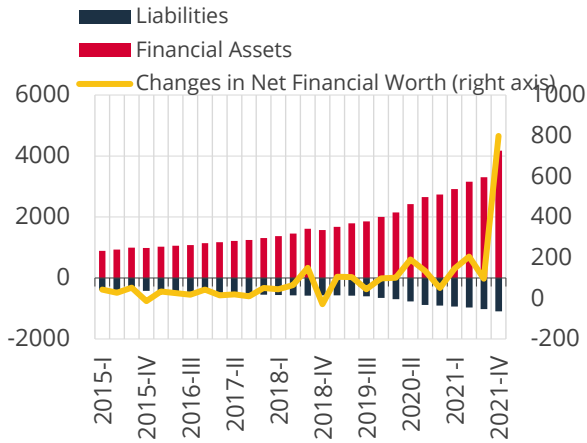


Source: CBRT

Last Observation: 2021-IV

In 2021Q4, household financial net worth increased by TRY 798 billion (Chart 11). Household indebtedness indicators suggest that the ratios of household debt to total financial assets and to disposable income decreased to 25% and 43% on a quarterly basis, respectively, whereas the ratio of debt to GDP remained flat at 15% (Chart 12).

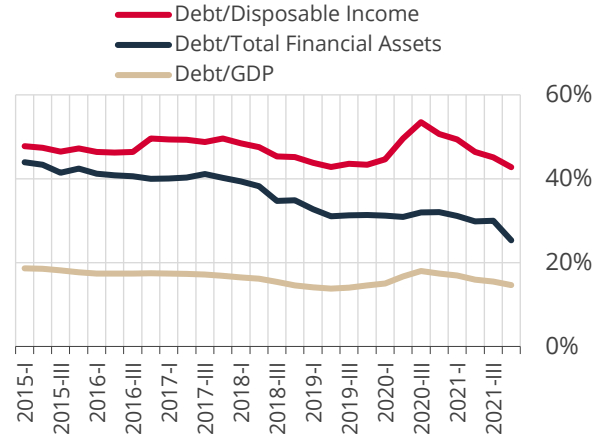
Chart 11: Change in Financial Net Worth of Households (TRY Billion)



Source: CBRT

Last Observation: 2021-IV

Chart 12: Household Debt* (%)



Sources: CBRT, TURKSTAT.

Last Observation: 2021-IV

* Household debt is composed of loans.