OCTOBER PRICE DEVELOPMENTS

November 4, 2026



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Summary

Consumer prices increased by 2.58% in October, while annual inflation remained relatively flat at 29.77%. During this period, energy and unprocessed food prices were the primary drivers of consumer inflation. Energy prices maintained the upward course of recent months, posting a 4.92% increase led by rising fuel, solid fuel and bottled gas prices amid global developments. Within the unprocessed food category, prices for fresh fruits and vegetables were the key factor, partly due to the transition from open-field to greenhouse cultivation. Meanwhile, the mild course continued in groups excluding energy and food. Seasonally adjusted core goods prices remained low on the back of demand conditions, while monthly services inflation stood below the levels observed in the previous months despite a projected rise compared to September. Thus, the slowdown in services inflation continued. Producer prices were up by 1.65% in this period, and annual producer inflation was mostly unchanged at 27.41%. Against this background, the underlying consumer inflation remained nearly flat in October in terms of both monthly and three-month averages, confirming the recent decline in the underlying inflation.

Price Developments are published within one working day following the announcement of price statistics by the Turkish Statistical Institute (TURKSTAT). Price Developments, which include the CBRT's initial remarks on the inflation figures of the previous month, aim to contribute to a sounder interpretation of the monthly inflation developments by the public during the period between the announcement of the official price statistics and announcements regarding the Monetary Policy Committee meetings.

Evaluations

Consumer prices increased by 2.58% in October, while annual inflation remained relatively flat at 29.77% (Chart 1). The annual rate of change was down by 0.54 points to 28.46% in the B index and by 0.42 points to 28.28% in the C index (Table 1).

Compared to the previous month, the contributions of the services and alcohol-tobacco-gold groups to annual consumer inflation decreased by 0.44 and 0.13 points, respectively, whereas those of the energy, core goods, and food and non-alcoholic beverages groups edged up by 0.28, 0.25, and 0.08 points.

In seasonally adjusted terms, the monthly increase in consumer prices picked up compared to the previous month due to the developments in food and energy prices (Chart 2). Monthly inflation was unchanged in the B index compared to the previous month, and slightly down in the C index (Chart 3 and Table 2). Among the components of the B index, price increases gained pace in services and processed food, but weakened in core goods (Chart 4). Indicators monitored by the CBRT indicate that the underlying inflation remained almost flat in October compared to the previous month (Chart 5 and Table 2). Standing at 1.8% in terms of three-month averages, the indicators showed no significant change, confirming the recent decline in the rate of underlying inflation (Chart 6 and Table 2).

While prices of services rose by 0.99% in October, annual services inflation fell by 1.09 points to 36.56%. Annual inflation receded across all subgroups in this period (Chart 7). The monthly increase in rents was 2.55%, while annual rent inflation continued its downtrend, reaching 39.71%. Prices in the transportation subgroup rose by 0.91% month-on-month, mainly reflecting the increases in bus and school bus fares. On the other hand, the decline in international air passenger transport fares curbed this increase. In the restaurants-hotels group, which is also affected by demand conditions, monthly inflation decelerated significantly to 0.47% compared to the previous months. In this period, food and beverage services prices increased by 1.65%, while accommodation services prices declined by 3.19%, contributing to the moderate course in this group. In October, while communication prices remained flat, the monthly price increase in the other services group slowed.

In October, core goods prices increased by 3.92% due to seasonal effects and the group's annual inflation rose by 0.80 points to 16.70%. Annual inflation in clothing and footwear as well as in durable goods remained relatively flat, while it receded in other core goods (Chart 8). With the new season, prices of clothing and footwear surged by 12.75%, at a rate close to the same month last year. Monthly inflation in durable consumption and other core goods remained moderate at 0.94% and 0.31%, respectively. In this period, price increases in white goods (2.70%) and other electric and non-electric appliances (1.99%) stood out in the durable consumption goods group. However, automobile prices increased mildly by 0.71% and the furniture group saw a decline of 0.61%.

Energy prices increased by 4.92% in October, and annual energy inflation went up by 5.26 points to 51.37% (Chart 9). The increase was mainly driven by rising prices of fuel (6.38%), bottled gas (8.25%) and solid fuel (17.13%) due to global developments. Meanwhile, residential electricity prices remained almost flat.

Food and non-alcoholic beverages prices increased by 3.50% month-on-month, and annual inflation in this group was up 0.11 points to 27.73% (Chart 9). Annual inflation increased by 1.80 points to 25.95% in unprocessed food, whereas it declined by 1.08 points to 29.25% in processed food (Chart 10). Unprocessed food prices increased by 6.04% on a monthly basis, driven by rising fresh fruits and vegetables prices partly due to the transition from open-field to greenhouse cultivation. In this period, the uptrend in white meat prices continued. While monthly inflation in the processed food group increased slightly to 1.66%, the rise in prices of coffee-tea products in this subcategory continued. Meanwhile, prices of bread and cereals increased moderately by 0.90%.

In October, domestic producer prices increased by 1.65%, and annual producer inflation remained relatively flat at 27.41% (Chart 11 and Table 3). An analysis by main industrial groupings reveals that intermediate goods prices stood out with a 2.00% increase during this period (Chart 12). Non-durable consumption goods saw prices rise by 1.74%, while increases in other main industrial groupings stood in the range of 0.9%-1.3%. On a sectoral basis, price increases were notable in crude oil and natural gas, wearing apparel, leather and related products, coal-lignite, coke and refined petroleum products.

Charts and Tables

Chart 1. CPI, B and C
(Annual % Change)

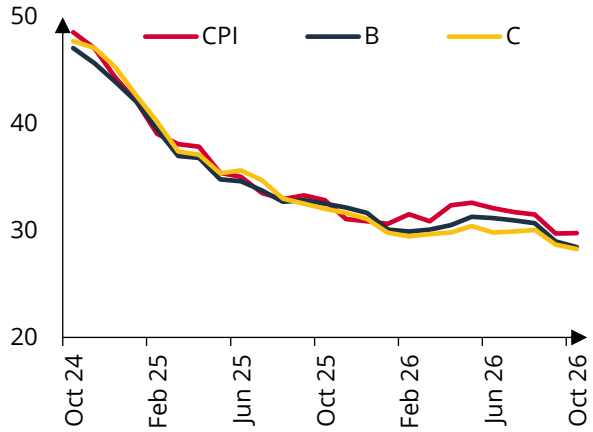


Chart 2. CPI and CPI Excluding Food
(Seasonally Adjusted, Monthly % Change)

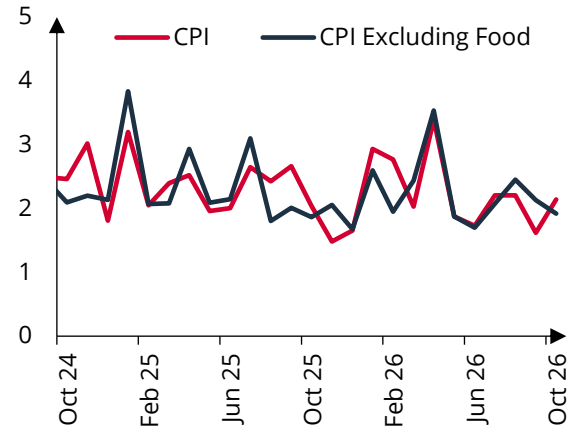


Chart 3. B and C Indices
(Seasonally Adjusted, Monthly % Change)

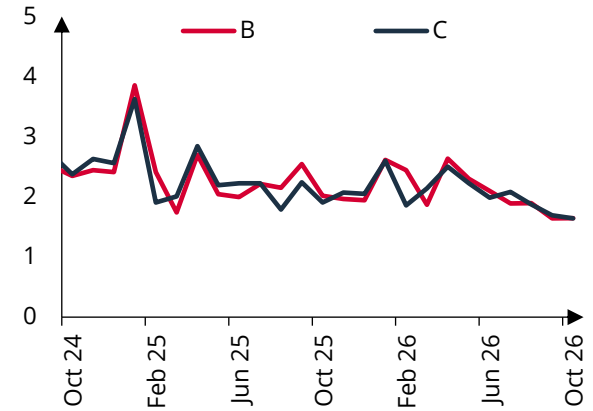
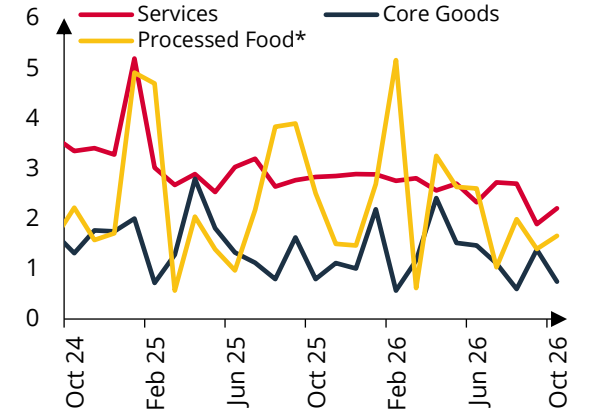


Chart 4. Main Components of B Index
(Seasonally Adjusted, Monthly % Change)



* In the processed food subgroup, no statistically significant seasonality is detected. Therefore, processed food subgroup data is presented without seasonal adjustments.

Chart 5. Underlying Inflation Indicators
(Seasonally Adjusted, Monthly % Change)

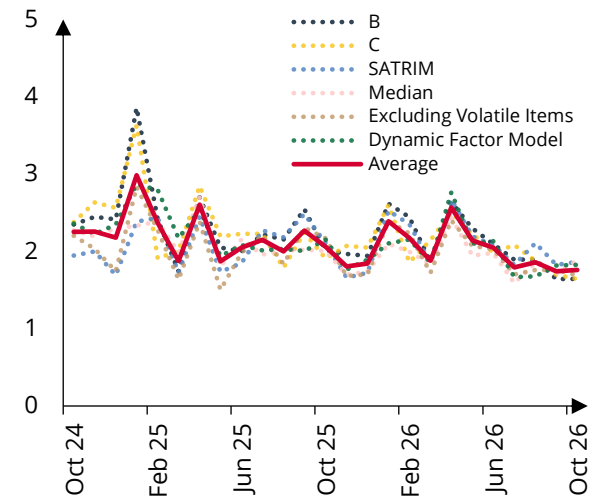


Chart 6. Underlying Inflation Indicators
(Seasonally Adjusted, Monthly % Change, 3 Month Average)

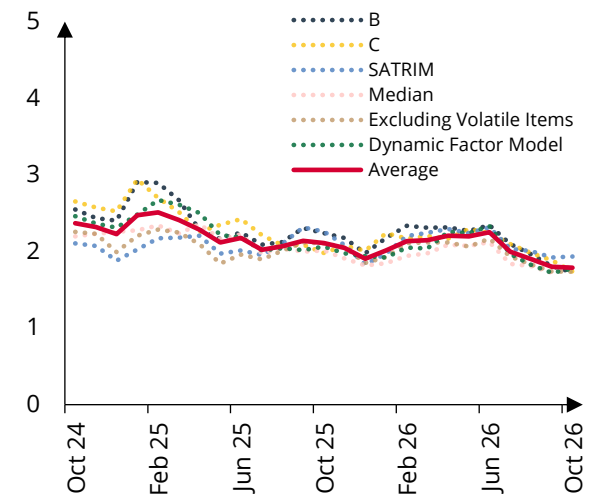


Chart 7. Services
(Annual % Change)

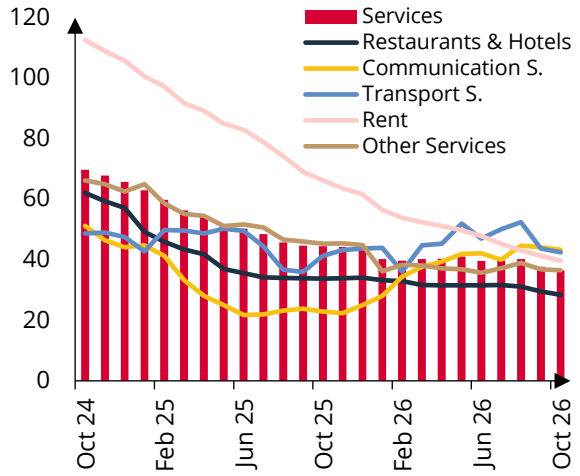


Chart 8. Core Goods
(Annual % Change)

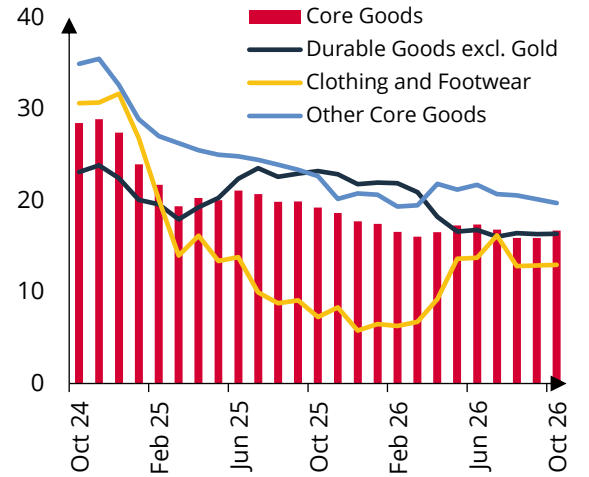


Chart 9. Food and Non-alcoholic Beverages and Energy (Annual % Change)

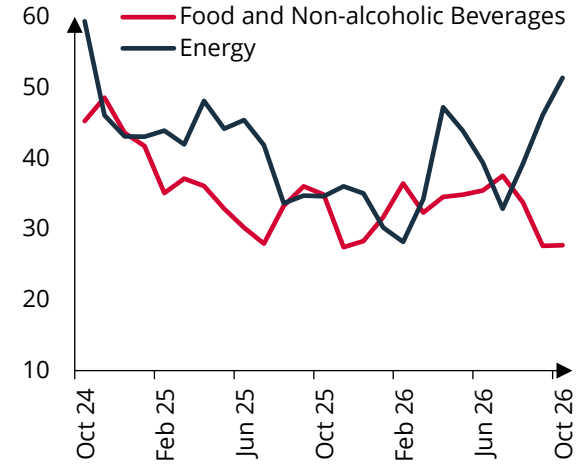


Chart 10. Processed and Unprocessed Food
(Annual % Change)

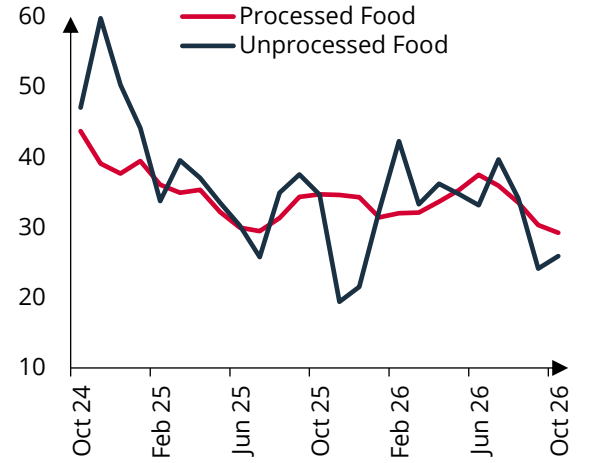


Chart 11. D-PPI and Manufacturing
(Annual % Change)

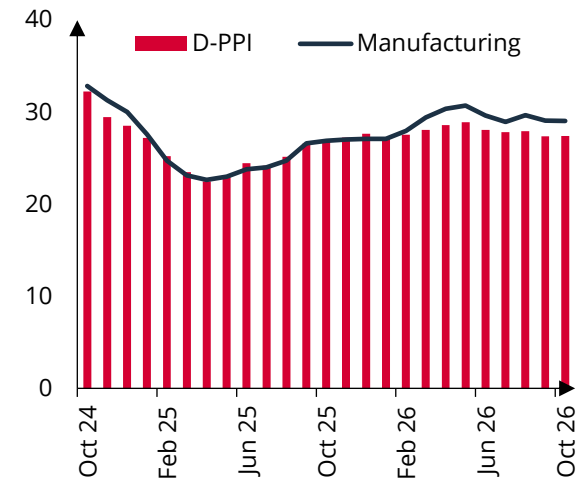


Chart 12. D-PPI Main Industrial Groupings
(Monthly % Change)

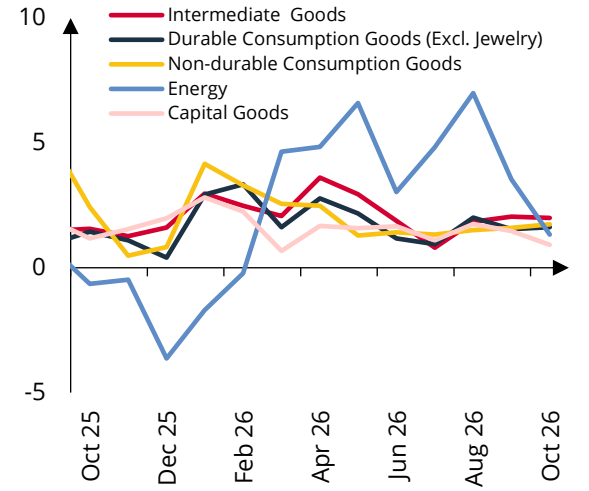


Table 1. CPI and Subcategories (% Change)

	Monthly		Annual	
	Oct.26	Oct.25	Oct.26	Oct.25
CPI	**2.58**	**2.55**	**29.77**	**32.87**
1. Goods	**3.67**	**2.94**	**25.65**	**27.65**
Energy	4.92	1.28	51.37	34.64
Food and non-alcoholic beverages	3.50	3.41	27.73	34.87
Unprocessed food	6.04	4.52	25.95	34.66
Fresh fruits and vegetables	14.66	5.49	20.84	35.84
Other unprocessed food	1.45	3.87	29.49	33.73
Processed food	1.66	2.51	29.25	34.71
Bread and cereals	0.90	2.76	22.27	40.56
Other processed food	1.94	2.38	32.25	31.81
Goods excluding energy and food	3.45	3.15	17.91	20.41
Core goods	3.92	3.20	16.70	19.23
Durable goods (excluding gold)	0.94	0.91	16.35	23.20
Clothing and footwear (*)	12.75	12.68	12.98	7.27
Other core goods	0.31	0.67	19.71	22.64
Alcoholic beverages and tobacco	0.18	2.42	28.73	27.56
Gold	-1.78	9.07	18.26	59.21
2. Services	**0.99**	**1.79**	**36.56**	**44.44**
Rents	2.55	3.74	39.71	66.28
Restaurants and hotels	0.47	1.34	28.42	33.78
Transport	0.91	1.81	42.51	41.33
Communication	0.07	0.69	43.29	22.85
Other	0.75	0.99	36.55	45.33
3. Core Measures				
B - CPI excluding unprocessed food, energy, alcoholic beverages, tobacco and gold	2.00	2.43	28.46	32.52
C - CPI excluding energy, food and non-alcoholic beverages, alcoholic beverages, tobacco and gold	2.07	2.41	28.28	32.05
D - CPI excluding unprocessed food, alcoholic beverages and tobacco	2.25	2.30	30.28	32.82
F – CPI excluding administered prices	2.77	2.70	28.19	31.93

Source: TURKSTAT
* Does not cover clothing services.

Table 2. Underlying Inflation Indicators (Seasonally Adjusted, % Change)

	Monthly		3-Month Average	
	Oct.26	Sep.26	Oct.26	Sep.26
B	1.65	1.64	1.73	1.81
C	1.64	1.70	1.74	1.88
SATRIM	1.86	1.83	1.93	1.92
Median	1.88	1.71	1.82	1.72
Excluding Volatile Items	1.69	1.76	1.74	1.74
Dynamic Factor Model	1.82	1.82	1.77	1.72
Average	**1.76**	**1.74**	**1.79**	**1.80**

Source: CBRT, TURKSTAT

Table 3. D-PPI and Subcategories (% Change)

	Weight (%)	October 2026		October 2025	
		Monthly	Annual	Monthly	Annual
D-PPI	**100**	**1.65**	**27.41**	**1.63**	**27.00**
Mining	3.94	4.00	35.12	3.25	31.79
Manufacturing	85.82	1.79	29.04	1.83	26.91
Manufacturing excl. petroleum products	83.43	1.74	26.22	1.91	27.14
Manufacturing excl. petroleum products and base metals	75.36	1.73	25.94	1.84	28.18
Electricity, gas, steam and air-conditioning sup.	9.49	-0.80	9.07	-1.16	24.31
Water supply	0.74	1.73	28.91	2.36	56.26
D-PPI (MIGs Classification)					
Intermediate Goods		2.00	28.66	1.57	22.33
Durable Consumption Goods		0.91	23.25	3.95	33.07
Durable Consumption Goods (Excl. Jewelry)		1.63	23.89	1.44	24.74
Non-Durable Consumption Goods		1.74	25.12	2.43	33.91
Capital Goods		0.92	21.24	1.18	27.27
Energy		1.33	33.42	-0.65	25.05

Source: TURKSTAT