

JUNE PRICE DEVELOPMENTS

July 6, 2026



Summary

Consumer prices increased by 0.99% in June, and annual inflation decreased by 0.50 points to 32.11%. Energy prices declined on a monthly basis in June, while price increases lost pace across the main groups compared to the previous month. The decline in energy prices was driven by lower fuel prices amid the fall in international oil prices, despite the rise in electricity and natural gas prices. In this period, the moderate course of food prices was steered by the unprocessed food subgroup which saw a decrease in its prices led by vegetables, whereas monthly inflation in processed food was relatively high at a similar rate to the previous month. On the other hand, prices in the alcoholic beverages and tobacco group posted a rise, most notably driven by price increases in tobacco products made by producer firms. Monthly services inflation decelerated as the increase in transport services prices remained limited due to the decline in fuel prices. In the core goods group, prices were down in the clothing and footwear subgroup, which was markedly affected by the launch of the new season over the previous two months, while prices remained relatively moderate in durable goods. In this period, producer price increases slowed compared to the previous months and stood at 1.80%, while annual inflation edged down by 0.84 points to 28.09%. Against this background, the underlying monthly consumer inflation receded slightly in June compared to the previous month.

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 0.99% in June, and annual inflation decreased by 0.50 points to 32.11% (Chart 1). The annual rate of change went down by 0.12 points to 31.18% in the B index and by 0.60 points to 29.84% in the C index (Table 1).

Compared to the previous month, the contributions of energy and services groups to annual consumer inflation decreased by 0.37 and 0.21 points, respectively, whereas those of alcohol-tobacco-gold and core goods groups edged up by 0.06 and 0.02 points. Meanwhile, the contribution of food and non-alcoholic beverages remained unchanged.

In seasonally adjusted terms, the monthly increase in consumer prices decelerated somewhat (Chart 2). Likewise, monthly inflation also weakened in the B and C indices (Chart 3 and Table 2). Among the components of the B index, price increases remained relatively flat in core goods and processed food but weakened in services (Chart 4). Indicators monitored by the CBRT pointed to a limited month-on-month fall in underlying inflation in June (Chart 5 and Table 2). These indicators registered a slight increase in terms of quarterly averages (Chart 6 and Table 2).

In June, services prices rose by 1.69%, and the annual services inflation was down by 1.43 points to 39.64%. Annual inflation increased somewhat in communication, while it remained almost flat in restaurants-hotels, and declined in other subgroups (Chart 7). Transportation services prices, which recorded sharp monthly increases in the recent period, rose slightly in June, by 0.58%, due to the decline in fuel prices. In this period, air passenger transportation fares dropped. Monthly rent inflation stood at 2.66%, also driven by seasonal increases in contract renewal rates. Meanwhile, annual rent inflation declined by 1.90 points to 47.87%. In this period, monthly inflation in restaurants-hotels (2.11%) increased due to seasonal effects, partly driven by accommodation services, while inflation in communication (1.60%) remained at a rate similar to the previous month. On the other hand, the impact of the medical examination copayment arrangement under the SSI's Communiqué on Healthcare Implementation on healthcare services prices will be monitored in July, and the arrangement is expected to increase the monthly consumer inflation by approximately 0.22 points.

In June, core goods prices rose by 1.11% and the group's annual inflation edged up by 0.11 points to 17.37%. Annual inflation increased moderately in all subgroups (Chart 8). In this period, durable goods prices remained relatively flat, with a 1.39% increase. In June, furniture prices rose by 0.58%, slowing compared to the previous month. Meanwhile, prices of electrical and non-electrical appliances, and automobiles were up by 2.51% and 1.37%, respectively. Clothing and footwear prices fell by 0.22% due to the start of the discounts season, while monthly inflation in other core goods subgroups went up to 2.01%.

In June, energy prices decreased by 0.91%, and annual energy inflation fell by 4.47 points to 39.41% (Chart 9). The decrease was mainly driven by falling fuel prices (-4.00%) in line with the decline in international oil prices despite increases in electricity (2.69%) and natural gas (2.09%) prices. Meanwhile, price increases in other subgroups remained relatively moderate.

In June, prices in the alcoholic beverages and tobacco group rose by 3.46%. The rise was mainly driven by the increase in tobacco products prices (4.01%) due to producer companies' price adjustments while a slight rise (1.51%) was also observed in the prices of alcoholic beverages.

Prices in food and non-alcoholic beverages increased by 0.16%, and annual inflation in this group went up by 0.58 points to 35.44% (Chart 9). Annual inflation rose by 2.19 points to 37.50% in processed food while declined by 1.57 points to 33.19% in unprocessed food (Chart 10). In June, similar to the previous month, the rise in processed food prices was relatively high (2.60%). In this subgroup, the rise in the prices of milk and dairy products continued due to the increase in the raw milk price, while prices in bread and cereals, and tea have been other items that stood out. Meanwhile, in June, unprocessed food prices dropped by 2.83% led by the vegetables item.

In June, domestic producer prices increased by 1.80%, and annual producer inflation decreased by 0.84 points to 28.09% (Chart 11 and Table 3). An analysis by main industrial groupings reveals that energy prices continued to stand out, despite slowing down compared to the previous month due to the impact of geopolitical developments (Chart 12). The monthly price increase remained limited at 0.24% for durable consumption goods, while it ranged between 1.4% and 1.9% in other groups. On a sectoral basis, crude oil and natural gas, coal and lignite, electricity and gas, and tobacco products were the sub-groups that showed relatively high price increases.

Charts and Tables

Chart 1. CPI, B and C

(Annual % Change)

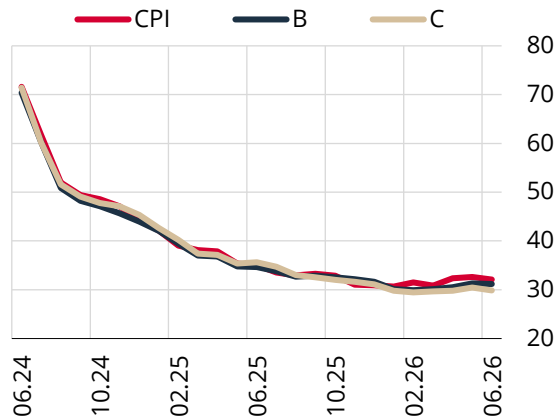


Chart 2. CPI and CPI Excluding Food

(Seasonally Adjusted, Monthly % Change)

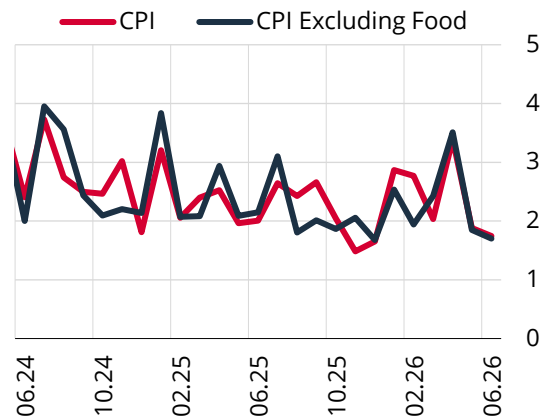


Chart 3. B and C Indices

(Seasonally Adjusted, Monthly % Change)

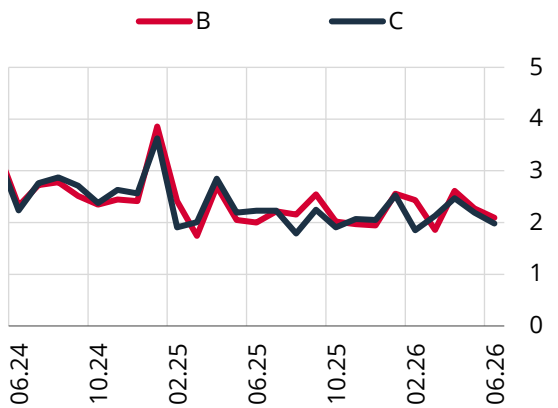
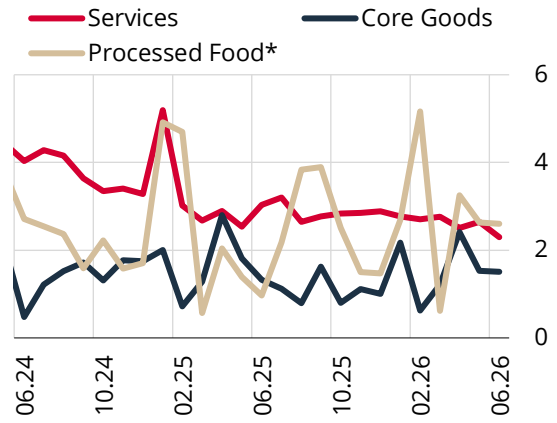


Chart 4. Main Components of B Index

(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)

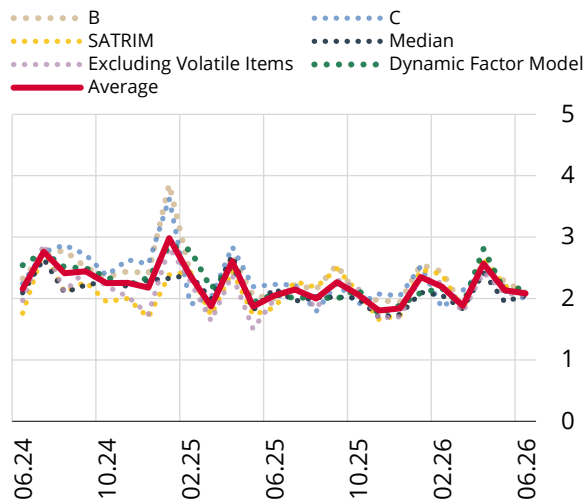


Chart 6. Underlying Inflation Indicators

(Seasonally Adjusted, Monthly % Change, 3 Month Average)

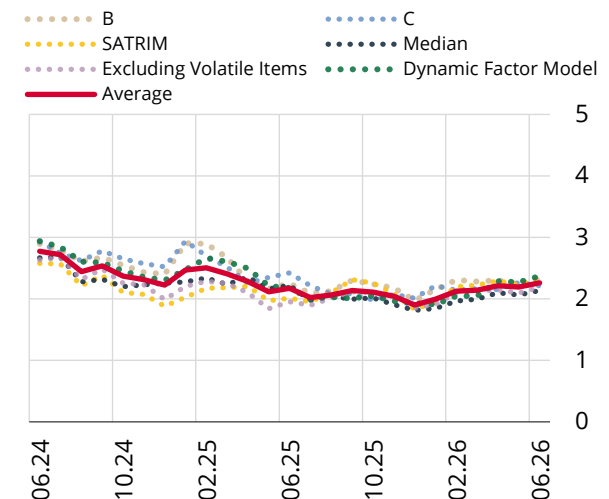
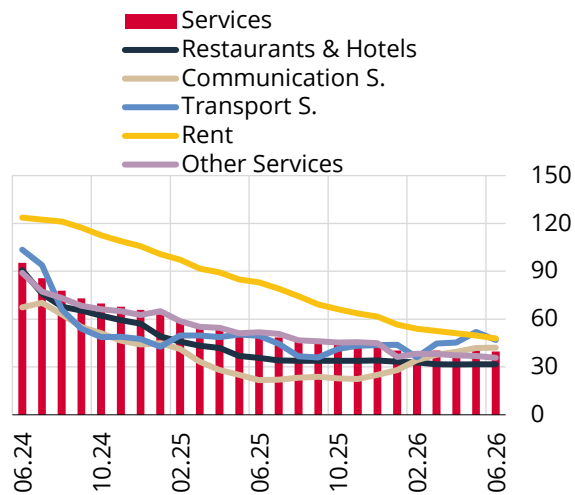
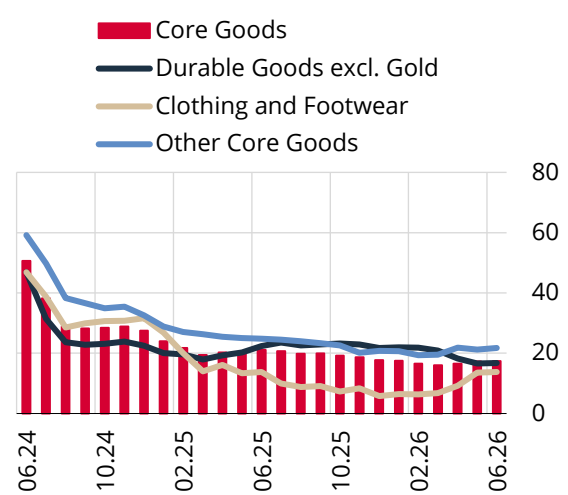


Chart 7. Services

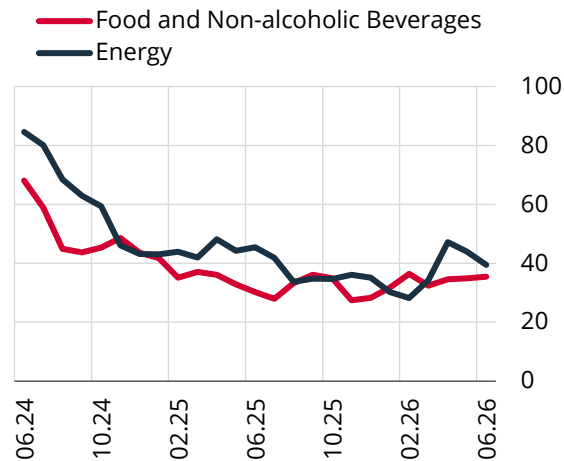
(Annual % Change)

**Chart 8. Core Goods**

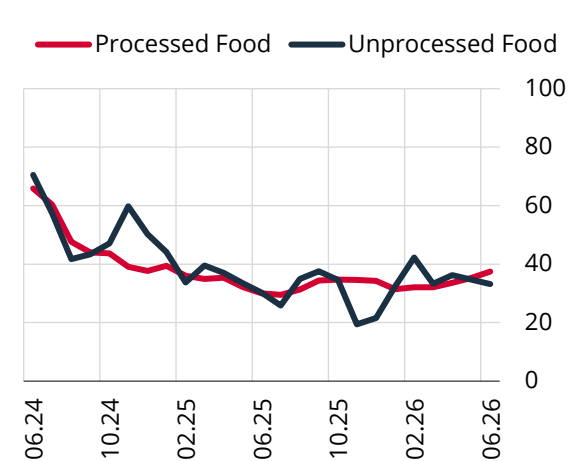
(Annual % Change)

**Chart 9. Food and Non-alcoholic Beverages and Energy**

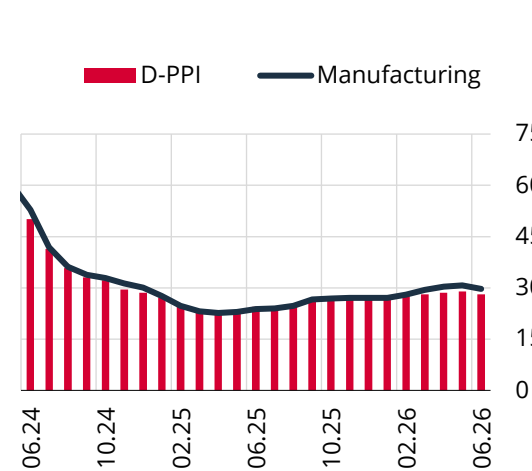
(Annual % Change)

**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)

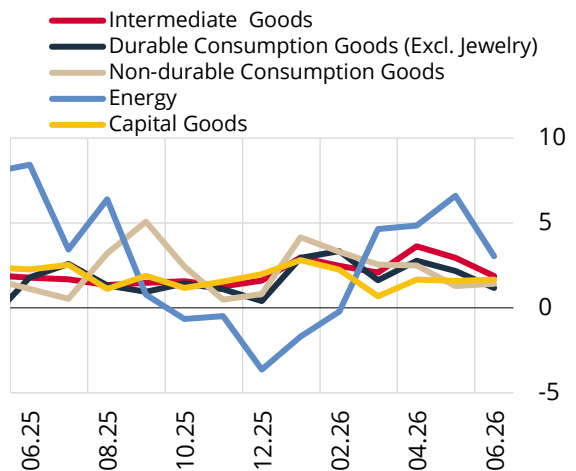


Table 1. CPI and Subcategories (% Change)

	Monthly		Annual	
	June 26	June 25	June 26	June 25
CPI	0.99	1.37	32.11	35.05
1. Goods	0.53	0.71	27.90	28.44
Energy	-0.91	2.27	39.41	45.40
Food and non-alcoholic beverages	0.16	-0.27	35.44	30.20
Unprocessed food	-2.83	-1.68	33.19	30.26
Fresh fruits and vegetables	-10.22	-1.94	28.15	44.72
Other unprocessed food	2.48	-1.50	36.98	21.36
Processed food	2.60	0.97	37.50	29.97
Bread and cereals	1.60	1.46	33.98	36.59
Other processed food	3.00	0.71	39.02	26.75
Goods excluding energy and food	1.25	0.96	19.25	22.11
Core goods	1.11	1.01	17.37	21.09
Durable goods (excluding gold)	1.39	1.24	16.77	22.37
Clothing and footwear (*)	-0.22	-0.32	13.74	13.79
Other core goods	2.01	1.59	21.71	24.84
Alcoholic beverages and tobacco	3.46	0.14	34.15	27.96
Gold	-4.15	4.07	36.08	54.13
2. Services	1.69	2.73	39.64	50.34
Rents	2.66	3.97	47.87	82.97
Restaurants and hotels	2.11	2.10	31.61	35.59
Transport	0.58	4.01	47.01	49.55
Communication	1.60	1.48	42.15	21.74
Other	1.42	2.28	35.73	51.68
3. Core Measures				
B - CPI excluding unprocessed food, energy, alcoholic beverages tobacco and gold	1.66	1.76	31.18	34.62
C - CPI excluding energy, food and non-alcoholic beverages, alcoholic beverages, tobacco and gold	1.46	1.93	29.84	35.64
D - CPI excluding unprocessed food, alcoholic beverages and tobacco	1.41	1.84	31.88	35.99
F – CPI excluding administered prices	0.79	1.48	30.45	32.84

Source: TURKSTAT.

* Does not cover clothing services.

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

	Monthly		3-Month Average	
	June 26	May 26	June 26	May 26
B	2.09	2.27	2.33	2.25
C	1.98	2.19	2.22	2.27
SATRIM	2.12	2.21	2.33	2.23
Median	2.05	1.95	2.14	2.07
Excluding Volatile Items	2.05	2.09	2.19	2.09
Dynamic Factor Model	2.19	2.12	2.37	2.27
Average	2.08	2.14	2.26	2.20

Source: CBRT, TURKSTAT.

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

	Weight (%)	June 2026		June 2025	
		Monthly	Annual	Monthly	Annual
D-PPI	100	1.80	28.09	2.46	24.45
Mining	3.94	8.30	53.50	0.71	25.66
Manufacturing	85.82	1.01	29.65	1.84	23.79
Manufacturing excl. petroleum products	83.43	1.65	28.35	1.66	24.33
Manufacturing excl. petroleum products and base metals	75.36	1.50	28.51	1.65	25.24
Electricity, gas, steam and air-conditioning sup.	9.49	7.10	4.12	9.94	28.25
Water supply	0.74	1.97	29.26	6.50	61.04
D-PPI (MIGs Classification)					
Intermediate Goods		1.88	27.89	1.77	21.77
Durable Consumption Goods		0.24	28.97	2.12	29.92
Durable Consumption Goods (Excl. Jewelry)		1.18	24.12	1.79	24.25
Non-Durable Consumption Goods		1.41	31.42	1.12	26.45
Capital Goods		1.66	23.01	2.26	27.40
Energy		3.04	24.93	8.42	24.15

Source: TURKSTAT.