

Monetary Developments

Data Governance and Statistics
Department

April 2025

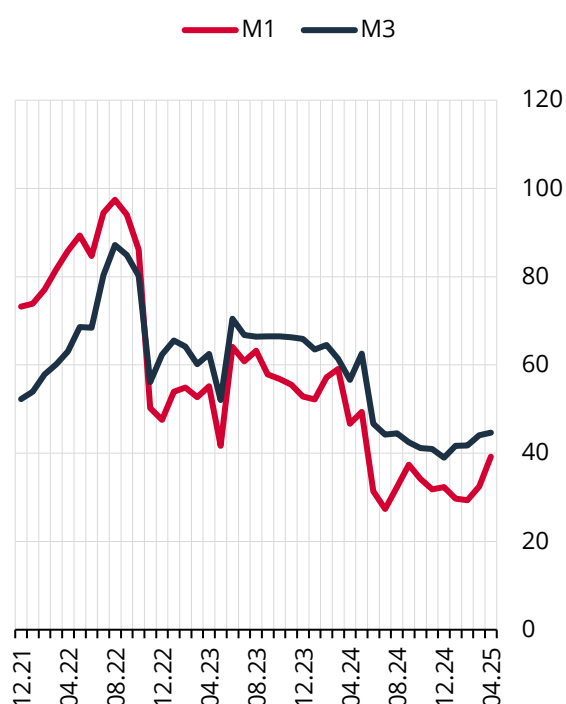


Evaluations

The broad money supply M3 grew annually by 44.6% in April 2025 following the 44.1 -percent year-on-year growth in March 2025. The annual growth rate of M1, the narrowest measure of money supply, was 32.4% in March 2025 which was 39.2% in April 2025 (Chart 1).

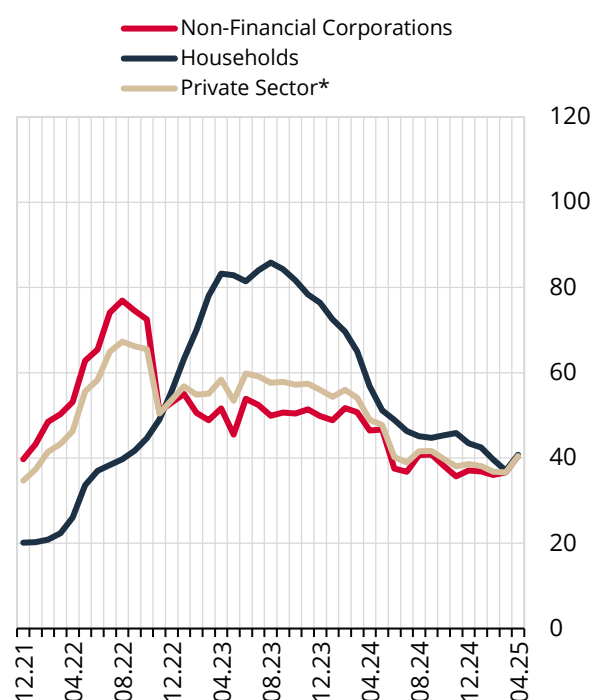
The annual rate of increase in loans granted by the monetary sector to households was 40.8% in April 2025 while it was 37.1% in March 2025. Meanwhile, the loans extended to non-financial corporations increased by 36.7% in March 2025 compared to previous year, while it increased by 40.5% on year-on-year basis in April 2025 (Chart 2).

Chart 1. Monetary Aggregates (April 2025, Annual % Growth)



Source: CBRT

Chart 2. Loans (April 2025, Annual % Growth)



Source: CBRT

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

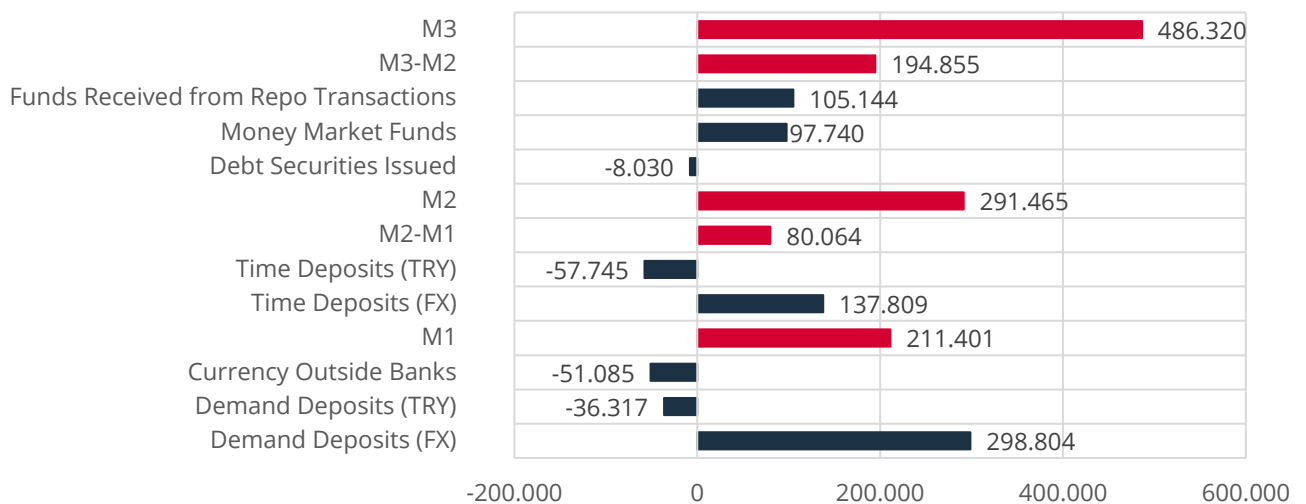
An analysis of the contribution of broad money components to the annual growth in money supply reveals that the largest contribution came from time deposits which is followed by demand deposits. In April 2025, 25.6% of the annual growth of 44.6% in M3 came from time deposits while 13.8% came from demand deposits. Meanwhile, other components had a limited contribution to the growth. Regarding the 2.2% monthly growth in the broad money M3 in April 2025, the main contribution came from the increase in FX demand deposits which grew by 1.4% followed FX time deposits which is increased by 0.6% (Table 1).

Table 1. Contribution of Broad Money Components to Growth in M3 Money Supply (April 2025)

	Money Supply (Million TRY)	Contribution of Components to M3 Annual Growth (%)	Contribution of Components to M3 Monthly Growth (%)
M3	22.071.551	44.6	2.2
M3-M2	1.887.263	3.8	0.9
Funds Received from Repo Transactions	955.823	1.9	0.5
Money Market Funds	879.524	1.8	0.5
Debt Securities Issued	51.916	0.1	-0.0
M2	20.184.288	40.8	1.4
M2-M1	12.667.305	25.6	0.4
Time Deposits (TRY)	10.069.840	20.4	-0.3
Time Deposits (FX)	2.597.465	5.3	0.6
M1	7.516.983	15.2	1.0
Currency Outside Banks	709.558	1.4	-0.2
Demand Deposits (TRY)	2.051.921	4.2	-0.2
Demand Deposits (FX)	4.755.503	9.6	1.4

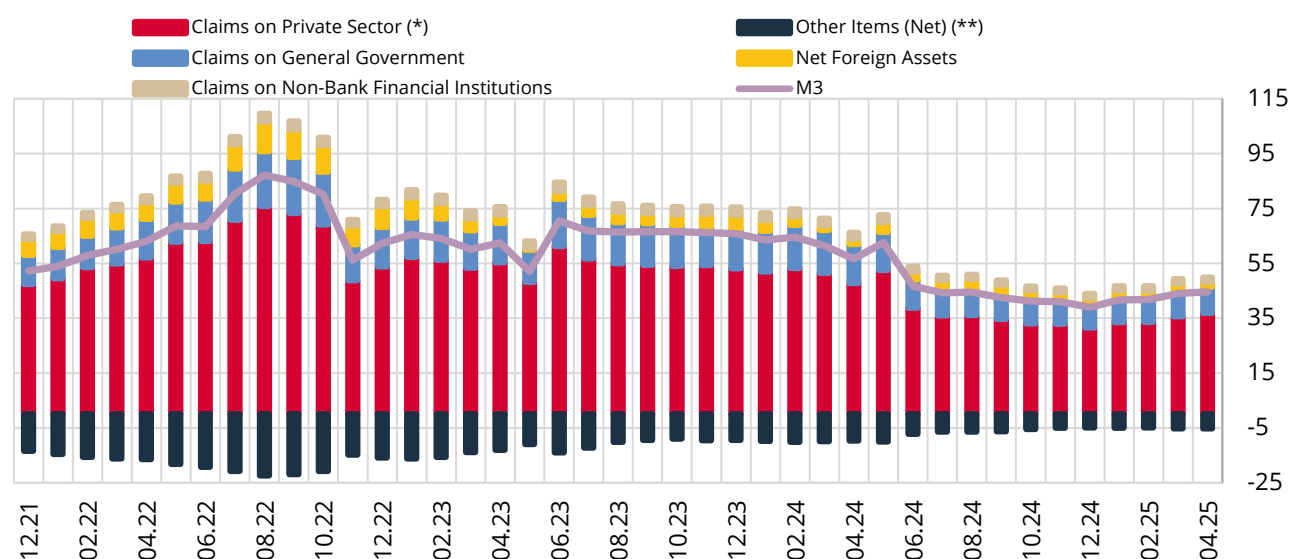
Source: CBRT

Broad money supply M3 increased by 486 Billion TL monthly in April 2025. In the same period, M1 increased by 211 Billion TL due to the increase in FX demand deposits (Chart 3).

Chart 3. Monthly Change of M3 Money Supply and Its Components (April 2025, Million TRY)

Source: CBRT

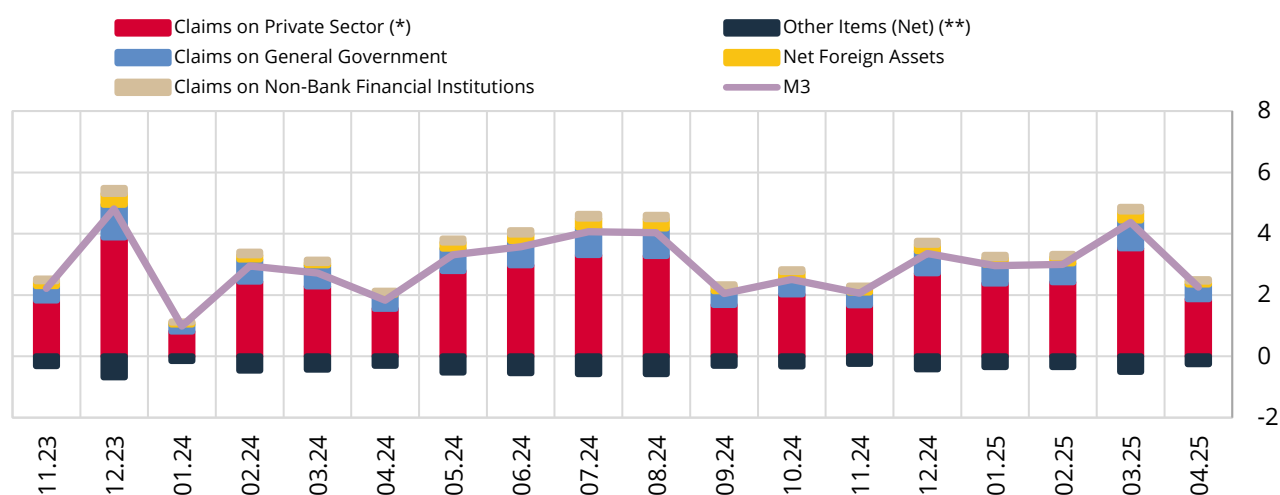
The growth in M3 is reflected in counterparts as an increase in claims on the private sector, the general government, non-bank financial institutions and net foreign assets by 36.9%, 9.6%, 1.7% and 1.7% respectively. On the other hand, other items (net) had a reducing effect by 5.2% (Chart 4).

Chart 4. Reflection of Annual Growth in M3 Money Supply to Counterpart Items (April 2025)**Source: CBRT**

(*) Claims on Private Sector includes Claims on Non-Financial Corporations (Public).

(**) Transactions of the monetary sector are netted under "Other Items (Net)".

The monthly 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 1.9%, 0.5%, 0.1% and 0.1% respectively. On the other hand, other items (net) had a reducing effect by 0.3%. (Chart 5)

Chart 5. Reflection of Monthly Growth in M3 Money Supply to Counterpart Items (April 2025)**Source: CBRT**

(*) Claims on Private Sector includes Claims on Non-Financial Corporations (Public).

(**) Transactions of the monetary sector are netted under "Other Items (Net)".