

ICI TURKEY EXPORT CLIMATE INDEX

Istanbul Chamber of Industry

Export climate improves to greatest extent in three months



KEY FINDINGS

Export Climate Index up to 55.1 in November

Signs of improving growth in eurozone

US and UK see activity rise sharply

TURKEY MANUFACTURING ECI



LAST TWELVE MONTHS

Dec-20	50.5
Jan-21	49.9
Feb-21	51.5
Mar-21	54.7
Apr-21	56.0
May-21	58.4
Jun-21	58.5
Jul-21	57.7
Aug-21	55.9
Sep-21	54.7
Oct-21	54.7
Nov-21	55.1

Demand conditions in Turkish manufacturing export markets continued to improve in the penultimate month of the year. There were some signs of growth picking up in the eurozone, while further marked expansions in activity were recorded in the US, UK and Middle East.

The Turkey Manufacturing Export Climate Index is calculated by weighting together national PMI data on output trends from PMI surveys. Weights are derived from statistics on the relative importance of individual trading partners' contributions to the exports of Turkish manufacturers.

The Istanbul Chamber of Industry Turkey Manufacturing Export Climate Index rose to a three-month high of 55.1 in November from 54.7 in October. The latest reading signalled a marked improvement in demand conditions in export markets.

A number of eurozone economies saw growth of business activity strengthen

in November, after having recorded slowdowns in recent months. Germany, France, Italy and Spain all saw faster increases in output than had been the case in October.

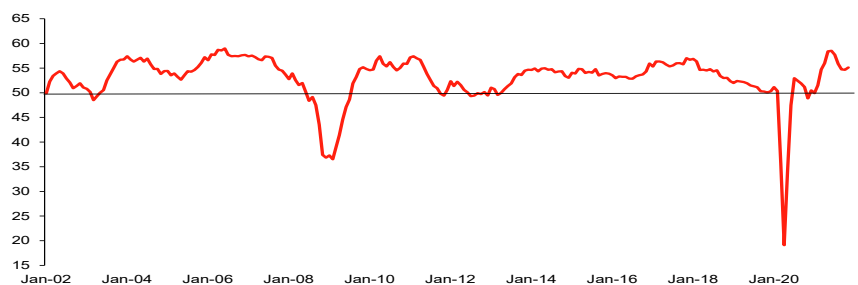
Meanwhile, the second largest market for Turkish manufactured exports - the UK - saw output growth remain marked and little-changed from the previous month. A similar picture was seen in the US where demand conditions continued to improve strongly.

The Middle East generally remained a source of growth in November. The UAE saw output increase at the fastest pace since July 2019, while Qatar posted the strongest expansion in almost five years of data collection. Saudi Arabia continued to see activity increase sharply, but there were further signs of weakness in Egypt and Lebanon. These five economies combined account for around 6% of Turkish manufacturing exports.

Elsewhere, Russia remained in

Manufacturing PMI Export Climate Index

sa, %50= improvement since previous month





contraction territory amid weak demand conditions in the service sector due to the reimposition of COVID-19 restrictions. Other BRIC nations posted expansions, however, with India signalling the sharpest rise in business activity for almost a decade.

Other Asian economies remained in recovery mode following a period of decline caused by a wave of the Delta variant of the pandemic in the Asia-Pacific region, with activity rising in Hong Kong SAR, Japan, Singapore, Vietnam, Indonesia and Thailand.

There were some signs that supply disruption had choked off growth in other parts of the region, however, most notably in important manufacturing hubs such as South Korea and Taiwan.

Comment

Commenting on the Istanbul Chamber of Industry Turkey Manufacturing Export Climate Index, Andrew Harker, Economics Director, IHS Markit, said:

“With growth signalled across most of the key export markets for Turkish manufacturers in November, the demand climate for firms looking to sell abroad continued to improve. That said, the emergence of the Omicron variant of the COVID-19 pandemic throws the picture into some doubt, with any disruption due to this likely to add to the difficulties in international trade caused by supply-chain issues.”

For further information, please contact:

Istanbul Chamber of Industry

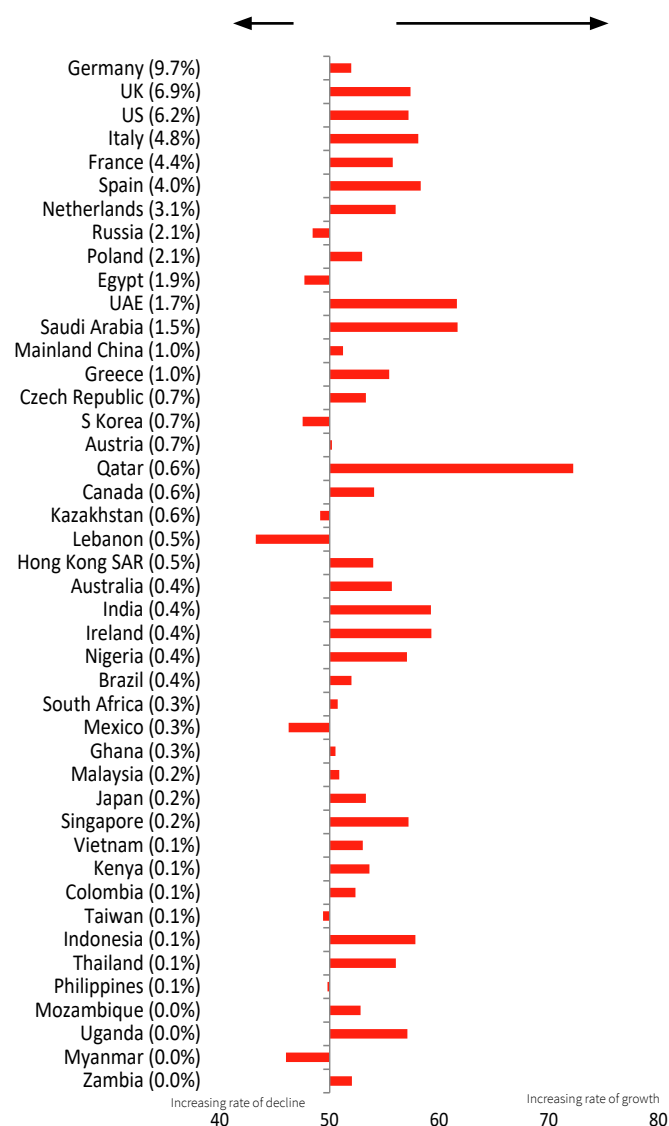
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Country rankings

PMI Output Index (ordered by export weight in full-year 2020)
sa, >50= growth since previous month



Sources: ICI, IHS Markit

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About Export Climate Index

The Export Climate PMI indices are calculated by weighting together national PMI survey data on output trends. Weights are derived from official statistics relating to the relative importance of individual trading partners' contributions to the external trade of a specific country. By weighting together the output trends from national PMI surveys according to their importance to the external trade of Turkish manufacturers, an advance indicator for the economic health of their export markets is obtained. All data are seasonally adjusted.

Any reading above the 50.0 no-change mark indicates an improvement in the health of the export climate, with any reading below 50.0 signalling a deterioration. The further away from 50.0 the index reading is, the greater the change in the export climate.

About Istanbul Chamber of Industry

Driving strength from her members' contributions to Turkish economy and since her foundation in 1952, Istanbul Chamber of Industry (ICI) stands out as Turkey's largest chamber of industry and one of the most powerful representatives of Turkish industry. The added value generated by ICI members represents more than 40% of the total added value propagated by Turkish industry. ICI members actualize approximately 35% of production of Turkish industry. 36% of Turkey's Top 500 Industrial Enterprises consists of ICI members.

ICI promotes the sustainable development of Turkish industry and contributes the improvement of her competitiveness via offering innovative services to her members. For this purpose, she develops new projects and services to the use of industrialists in crucial fields such as; innovation, technology development, university-industry cooperation, vocational training, international relations, environment and energy with local and international partnerships.

Generating and conducting economic researches together with gathering data, ICI holds the widest knowledge on Istanbul industry whilst giving direction to Turkish industrialists and providing intense contribution for shaping economic and industrial policies.

About IHS Markit

IHS Markit (NYSE: INFO) is a world leader in critical information, analytics and solutions for the major industries and markets that drive economies worldwide. The company delivers next-generation information, analytics and solutions to customers in business, finance and government, improving their operational efficiency and providing deep insights that lead to well-informed, confident decisions. IHS Markit has more than 50,000 business and government customers, including 80 percent of the Fortune Global 500 and the world's leading financial institutions.

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