

Informatics Consulting

POLITICAL STABILITY in Turkey

2022 November Monthly Report



Political Stability Index (PSI) November Report Reference: 12191

Summary and Evaluation

The Political Stability Index (PSI) increased in November; from **36.072** to **36.670**. The decrease in the “Government Forming and Operation” sub-sector index is significant. The rise in the “Economic Stability Factors” sub-sector index is remarkable.

The sub sector index, “Basic Legitimacy and Decisiveness of Governance Norms”, went up. The main reasons for the increase were those: The jurisdictions had produced "softening / loosening" signals with some of their decisions and attitudes. Some of the softening was due to the political rhythm, the election.

The sub sector index, “Parliament Support and Structure”, decreased very little. The political power shows the ground and mechanics of the heavy issues of the country in the form of the Parliament and tries to bring the problems here. The image order is like this: *BEŞTEPE-problem-solution, TBMM (Turkish Grand National Assembly)- problem-fight*, the conscious production of this image is clear. Generating the image is one thing, turning it into a "political pattern" or even a “network” is a serious problem.

The sub sector index, “Government Forming and Operation”, decreased quite much. The main reasons for the decrease were those: The 66th Government loses its policy-tool set nexus and fails to implement economic/financial policy. If there is no credit, the no administration and policy system is active! The Turkish Armed Forces produced results with the air operation in Syria, and diplomatic support of both Russia and the USA was produced. The Treasury draws attention with its domestic and foreign borrowings, finds cheap TL in one way or another, and carries out foreign borrowing, albeit expensive. Swaps from the Gulf as a component of borrowings are a serious source of funds, even if they are temporary. Treasury-Finance Minister Nebati, in the new KGF (Credit Guarantee Fund) package, said, “We will apply a different method for the first time in Turkey. We will make transaction against invoice. We will provide convenience to those who need it but find it difficult to get a loan



from the bank, and to those who have a disability in their balance sheet.” At least, their near-term memory is active!

The sub sector index, **“Political Efficiency and Governance”**, increased slightly. The main reasons for the increase were those: In addition to the government providing a basis for the US-Russia negotiations, the HDP visit by the ruling group in the constitutional amendment initiative, allowing Demirtaş to meet with his family, and finance-diplomacy with the Gulf countries were viewed positively.

The sub sector index, **“Relations with Institutions”**, increased slightly. The main reasons for the increase were those: Air operations in Syria. And it is to stay away from the insistence of a ground operation “turned towards the army”. In other words, staying away from insisting that the Turkish Armed Forces carry out a ground operation. On the other hand, the insistence turned towards the public is from a different framework. In the Black Sea, the balanced Montreux practice against the West in the first-stage of the Ukraine war, and now Russia, is also a positive operation in the sub-sector.

The sub sector index, **“Relations with Foreign Political Actors”**, went up. The main reasons for the increase were those: Turkey, on the basis of mediation in the US-Russia negotiations, this ground opened the door to air operations in Syria, and on top of that, both states directly/indirectly supported the operation. The following has been clarified; Turkey is free to eliminate threats from Syria unless it launches a ground operation. On the contrary; 2016-19 Turkey's ground operations-based operations in Syria have gained "cost-based visibility" with their very high costs, apart from significant results. Russia is cooperative and tolerant despite some of Turkey's hard and determined stances in the Black Sea. Russia is also withdrawing in Ukraine and intends to enter negotiations indirectly, including the United States. We anticipate that Turkey may gain a critical position in these negotiations.

The sub sector index, **“Bureaucratic Capacity and Full Usage”**, increased. The main reasons for the increase were those: first and foremost is an air operation against Syria. Turkey acted by focusing not on the number of PKK dead, but on the organization's ability to generate terror and establish a military order, and it is very accurate. From a diplomatic point of view, the USA and Russia were not confronted, and Turkish diplomacy was not mined



during the transition phase of Syria to the political process. More importantly, the Administration (Army) has “gained” the opportunity to demonstrate its objectivity and functionality.

The sub sector index, “**Political Violence**”, decreased very little. The main reasons for the decrease were those: Istiklal street terrorist attack, the martyrs who were given were in the Claw-Lock operation area, as well as the losses that occurred in the attacks on the Syrian border. The PKK's losses in the Claw-Sword operation in Syria-Iraq were not compensatory for the loss of martyrs. The Istiklal Street attack was demoralizing, although not an equation or even a trend changer in the fight against the PKK.

The sub sector index, “**Economic Stability Factors**”, increased remarkably. The main reasons for the increase were those: Source inflows from Russia, China, Gulf countries, S. Korea, Azerbaijan. Despite the cost of the Treasury's external borrowing, it was followed positively. Syndication renewals of banks, albeit at low rates, were observed positively.

The Political Stability Index increased in November. The two main détentees, the government (for HDP) and the judiciary (for the prosecuted opposition opinion leaders), were supportive, if not assured, of the stability parameters. This seems to depend on the political rhythm. The increasing pressure on the Parliament, the conscious effort to show the Parliament as chaotic and contentious ground is active.

The government cannot exit in the "no credit no Administration/execution" cycle. The "no credit, no management cycle" is also implicitly active. Credit has been produced for public services, new resources have been procured for the administration of the country, and as the wheel has turned and seems to turn, a temporary and volatile stability has emerged.

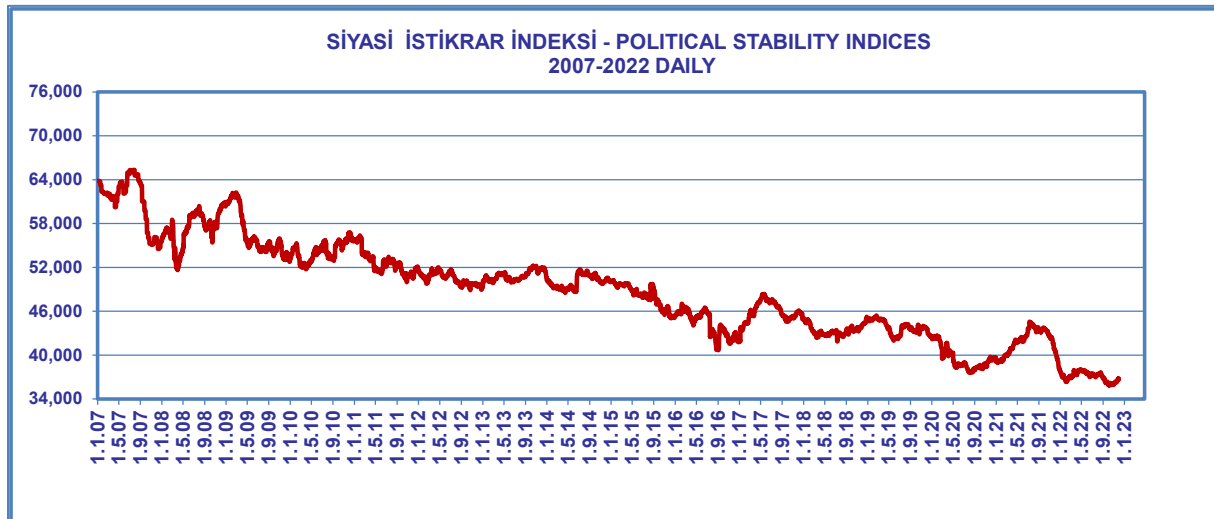


Sub-Sector Developments

	31.10.22	30.11.22	% Değişim / Difference
Siyasi İstikrar İndeksi (Sİİ) / Political Stability Index (PSI)	36.072	36.670	1,66
Temel Meşruiyet ve Yönetim Normları / Basic Legitimacy And Governance Norms	3.255	3.358	3,16
Parlamento Desteği ve Yapısı / Parliament Support and Structure	11.434	11.399	-0,31
Hükümet Kurulum ve İşleyişi / Government Forming and Operation	451	428	-5,10
Siyasa Uygulama ve Yönetişim / Political Efficiency and Governance	4.907	4.915	0,16
Kurumlarla İlişkiler / Relations with Institutions	3.183	3.257	2,32
Dış Politik Aktörlerle İlişkiler / Relations with Foreign Political Actors	3.006	3.193	6,22
Bürokratik Kapasite ve Tam Kullanımı / Bureaucratic Capacity and Full Usage	1.339	1.427	6,57
Siyasi Şiddet / Political Violence	4.524	4.424	-2,21
Ekonomik İstikrar Faktörleri / Economical Stability Factors	3.973	4.269	7,45

Data

In these evaluations, including surveys and reports, **1.382** news articles (from **15.017** to **16.398**) and **310** economic data were analysed. Record rate of news/data is **2%**.



Yours Sincerely,

S Informatics Consulting

Note: The main report contains 86 pages.



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