

Turkey

This annex refers to the rating action release of 10 July 2020

Annex I: Summary of core variable scorecard (CVS) and qualitative scorecard (QS)¹

Implied rating of core variable scorecard (CVS)		bb
Weight	Qualitative scorecard (QS)	
35%	Growth potential of the economy	Neutral
	Economic policy framework	Very weak
	Macro-economic stability and sustainability	Weak
30%	Fiscal policy framework	Neutral
	Debt sustainability	Neutral
	Market access and funding sources	Weak
15%	Current account vulnerability	Weak
	External debt sustainability	Weak
	Vulnerability to short-term external shocks	Very weak
10%	Perceived willingness to pay	Neutral
	Recent events and policy decisions	Very weak
	Geopolitical risk	Weak
10%	Banking sector performance	Strong
	Banking sector oversight and governance	Neutral
	Financial imbalances and financial fragility	Weak
QS adjustment (notches)		-2
Additional considerations (notches)		0
Final rating		B+ STA

Annex II: Selected indicators

	2015	2016	2017	2018	2019E	2020F
GDP per capita (USD, '000s)	10.9	10.8	10.6	9.4	9.0	-
Real GDP, % change	6.1	3.2	7.5	2.8	0.9	-4.2
CPI, % change	8.8	8.5	11.9	20.3	11.8	12.0
General government balance, % of GDP	-1.3	-2.4	-2.2	-3.7	-5.3	-9.7
General government debt, % of GDP	27.5	28.2	28.2	30.4	33.1	40.1
Current account balance, % of GDP	-3.2	-3.1	-4.8	-2.7	1.1	0.4
Gross external debt, % of GDP	46.6	47.4	53.3	57.0	58.0	-

Source: IMF, Central Bank of the Republic of Turkey, Haver Analytics, Scope Ratings GmbH

Annex III: Economic development and default indicators

IMF Development Classification ²	EMDE
10y CDS spread as of 10 July 2020	498.6

¹ The weighting and explanation of all rating factors are described in Scope's 'Public Finance Sovereign Ratings' methodology, available on www.scooperatings.com

² AE = advanced economy; EMDE = emerging market and developing economy