

## **The possible effects of the privatization of TEİAŞ on the electricity market**

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### **Abstract**

While the long-term outlook of the energy markets has become more uncertain due to the covid effect, the government in Turkey has started to take steps for the privatization of TEİAŞ. Although the re-emergence of one of the leading players in the energy economy in the context of liberalization of the energy market excites the energy sector actors, its long-term economic contributions may not be as expected. Due to the currency crisis in the last three years, the loan reversals of all players in the sector were recorded as unfavorable. At this stage, it does not seem possible that the perception that the energy price will rise in the market will close the extra debt of the market due to the currency crisis. However, the effect of pricing energy companies with the expectation that they will be rescued in the context of market liberalization may strengthen this expectation. Therefore, it can be said that the government's first privatization step to turn the foreign currency crisis into an opportunity had a positive effect on the actors of the sector. This research article, "will the privatization of TEİAŞ have a positive or negative impact on the price function of energy in the energy market?" focuses on the question. Therefore, the prediction for the future will be determined based on the average energy price of 2021, and a forecast for transmission prices will be shown with the privatization of TEİAŞ.

**Keywords:** Privatization, Energy Market, Price Prediction

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