



AMENDMENTS HAVE BEEN MADE ON THE COMMUNIQUÉ ON RESERVE REQUIREMENTS

The Communiqué (No: 2021/4) Amending the Communiqué on Reserve Requirements (the “**Amendment Communiqué**”) published in the Official Gazette dated July 1, 2021 and numbered 31528 has made certain amendments on the Communiqué (No: 2013/15) on Reserve Requirements (the “**Communiqué**”) regarding the foreign currency liabilities and foreign currency reserve requirements to become effective on July 19, 2021.

I. AMENDMENTS MADE IN THE RESERVE REQUIREMENT RATIOS

Within the scope of reserve requirements, the foreign currency liabilities have been decreased as set out in the following section.

	Amended Regulation	Prior	Amended
Section 6/2 (Reserve Requirement Ratios) (The Foreign Currency Liabilities)	Deposits/Participation Funds (excluding foreign banks deposits/participation funds and precious metals deposit accounts):	-	-
	a) on demand; at notice; up to 1 month, 3 months, 6 months and 1 year maturity	19%	21%
	b) at least 1 year maturity	13%	15%
	Precious Metals Deposit Accounts	-	-
	a) on demand; at notice; up to 1 month, 3 months, 6 months and 1 year maturity	22%	22%
	b) at least 1 year maturity	18%	18%
	Borrower’s Fund	19%	21%
	Other liabilities (including foreign banks deposits and participation funds)	-	-
	a) up to 1 year maturity (including 1 Year)	21%	21%

b) up to 2 years maturity (including 2 Year)	16%	16%
c) up to 3 years maturity (including 3 Year)	11%	11%
d) up to 5 years maturity (including 5 Year)	7%	7%
e) over 5 years maturity	5%	5%

II. RESERVE REQUIREMENTS HELD IN FOREIGN CURRENCY

In the Communiqué, up to 20% of the required reserve amounts in Turkish Lira could be held in US Dollars or Euros. As per the Amendment Communiqué, upper limit has been reduced to 0% and the practice on holding the required reserves (that should be held in Turkish Lira) in US Dollars or Euros was ceased.

Further, a gradual transition process was introduced with the Amendment Communiqué. The upper limit of 20% will be applied as 10% until September 17, 2021 and 0% thereafter.

Please contact us for detailed information.



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This newsletter is prepared as of July 1, 2021 for informative purposes regarding the Communiqué (No: 2013/15) Amending the Communiqué on Reserve Requirements (No: 2021/4).

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