

General Letter: 1456
Money Market Team

İstanbul, 06/09/2018

Subject: Acceptance of lease certificates and gold as eligible collateral in Takasbank Money Market (TMM) and the amendment in representative password security

Related Parties: Brokerage Houses
Banks
Financial Institutions
Insurance, Life and Pension Companies
Asset Management Companies

Dear CEO,

In order to increase the depth of money and capital markets, to contribute to Takasbank Money Market (TMM) efficiency and to improve service quality, the following changes and innovations have been made in TMM.

In line with the diversification of TPP collaterals, gold and lease certificates are included among the assets that can be accepted as collateral and the revisions made in this context are defined below:

- **Gold** with the standard traded in Borsa Istanbul Precious Metals and Diamond Market are accepted as collateral. Regarding the gold depositing process, members transfer the gold subjected to collateral to the member's sub-account which is linked to TMM account at Borsa Istanbul Precious Metals and Diamond Market within the working hours. After the transfer, the gold will be deposited by our members via the "TMM Collateral Transfer" screens on Takasbank member applications.
- TRY denominated **Lease Certificates** issued by Asset Leasing Inc. of the Undersecretariat of Treasury of the Republic of Turkey shall be accepted as collateral. Collateral transfers will be executed using the "TMM Collateral Transfer" screens and the lease certificates should exist in the member's 501 free deposit accounts at the Takasbank.
- Valuation haircut will be applied as 0.86 for gold, 0.88 for lease certificates.
- Collateral deposit shall be processed by the approval of Takasbank upon delivery of the relevant instruction determined by Takasbank. The written instruction sample will be available from our Bank's website.

With the aim of increasing the access security of TMM representatives, the below stated arrangements have been made:

- If the representative accesses the “Order Entry Screen” by using the password assigned by our bank, the screen directs to the password changing screen and the password will be required to be changed.
- The password must be 5 characters long and created with numbers and letters with non-Turkish characters. At least one letter and number should be used.
- The passwords of the representatives should not be the same on member basis and the password used by each representative must be different from the last 6 passwords.
- Password change validity period is optional; 1 month, 3 months and 6 months.
- Existing representative passwords will also need to be changed as of the launching date of application.

The above changes will be effective from 10/09/2018 and as from the same date the member handbook including the said changes can be available on Takasbank member application and the revised TMM Procedure can be accessible via our Bank’s website (www.takasbank.com.tr).

Respectfully submitted for your information and further action.

Sincerely yours,

**TAKASBANK
ISTANBUL CLEARING, SETTLEMENT AND CUSTODY BANK
INC.**

**Gökhan ELİBOL
Executive Vice President**

**Mahmut KAYACIK
CEO and
Board Member**