

**General Letter: 1463**  
**Money Market Team**

**İstanbul, 01/10/2018**

**Subject:** Amendments made in the Takasbank Money Market (TMM) Collateral Margins

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

Dear CEO,

As is known, in Takasbank Money Market (TMM) the initial and maintenance collateral margins are applied as follows and determined by Takasbank under the market conditions;

- Initial Collateral Margin: **110%** of the **principal** amount to be borrowed
- Maintenance Collateral Margin: **105%** of the borrowed **principal** amount

Within the context of the recent developments in our country's economy as well as global money and capital markets, and within the scope of the principles of the proactive risk management of Takasbank, it has been decided to change the collateral margins and the content of risk amount used in the calculation of the said collateral ratios.

According to the said changes, the initial collateral margin has been revised to cover the sum of the principal and the interest amount. Therefore the initial margin covering 110% of the principal is revised to 105% of the sum of the principal and interest amount; the maintenance margin which is 105% of the borrowed principal is revised to 102% of the sum of the borrowed principal and interest amount.

As a result of the changes, the initial and maintenance collateral margins are applied as follows:

- Initial Collateral Margin: **105%** of the sum of **principal and interest** to be borrowed
- Maintenance Collateral Margin: **102%** of the sum of the borrowed **principal and its interest**

As of the completion of the software developments in our Bank, it is planned to implement the mentioned changes by mid-October. In this context, the review of the TMM transactions and the collateral levels by our members have great importance to avoid an unforeseen condition.

When it becomes definite, the implementation date of the new application will be announced by the general letter, and as from the same date the updated TMM Procedure will be available in the website of our Bank ([www.takasbank.com.tr](http://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**