

General Letter: 1512
Money Market Team

İstanbul, 18/01/2019

Subject: Acceptance of Asset-Backed Securities as eligible collateral in TMM

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

Dear CEO,

Asset-Backed Securities (ABS) are included among the assets that can be accepted as collateral in TMM within the diversification of TMM collaterals.

In this context, at first only ABS issued by “**Asset Financing Fund of Türkiye Kalkınma ve Yatırım Bankası A.Ş.**” will be accepted as eligible collateral in TMM.

The collateral acceptance terms of ABS are mentioned below briefly and the further information can be reached via TMM Procedure:

- Only TRY denominated issuance are accepted as eligible collateral.
- ABS issued by the group or holding banks to whom the members are affiliated shall not be accepted as collateral for that member.
- Takasbank determines the upper limit for each issuer and it is necessary to confirm with the TMM Team whether the limit of the issuer is available before sending the collateral deposit instruction.
- ABS can be deposited at the latest one business day after the confirmation of the deposit instruction.
- In order to be deposit the ABS, the related member must have portfolio account (with 4 account classes) at MKK.
- The collateral valuation haircut is 0.91 and the theoretical price calculated by Takasbank is used for collateral valuation.
- Redemption and coupon payments of the ABS are transferred to members’ collateral account.

ABS are accepted as collateral as of 18/01/2019 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**