

İstanbul, 15/12/2021

General Letter: 1742
MARKETS DEPARTMENT

Subject: Changes in Collateral Valuation Haircuts in Takasbank Money Market (TMM), Turkey Electronic Fund Trading Platform (TEFAS) and Pension Fund Trading Platform (BEFAS)

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

Dear CEO,

Takasbank reviews periodically the valuation haircuts of assets accepted as collateral and revises them if deemed necessary. Within this context, the valuation haircuts of collateral in TMM, TEFAS and BEFAS will be changed.

The comparison tables regarding the updates of TMM and TEFAS collateral valuation haircuts are annexed and the relevant changes will be put into practice on **20/12/2021**. As of the same date, Takasbank Money Market Procedure including the updates will be accessible on Takasbank web site (www.takasbank.com.tr).

Respectfully submitted for your information and further action.

Sincerely yours,

TAKASBANK
İSTANBUL TAKAS VE SAKLAMA BANKASI A.Ş.

Emre KOÇBEY
Direktör

Gökhan ELİBOL
Executive Vice President

Annex 1: TMM Procedure Change Comparison Table (2 pages)
Annex 2: TEFAS Collateral Valuation Haircuts Table (one page)
Annex 3: BEFAS Collateral Valuation Haircuts Table (one page)

TMM Procedure Change Comparison Table

ARTICLE CONTENT- OLD (23/03/2021)						ARTICLE CONTENT- NEW (20/12/2021)					
ARTICLE 28- Collateral groups, valuation haircuts and upper limit ratios						ARTICLE 28- Collateral groups, valuation haircuts and upper limit ratios					
.....										
(3) The collateral groups, haircuts, group and upper limit ratios on the basis of assets to be used for the collateral valuation are given below:						(3) The collateral groups, haircuts, group and upper limit ratios on the basis of assets to be used for the collateral valuation are given below:					
Collateral Group	Collateral Type	Time to Maturity	Valuation Haircut	Group Based Upper Limit Ratio (%)	Asset Based Upper Limit Ratio (%)	Collateral Group	Collateral Type	Time to Maturity	Valuation Haircut	Group Based Upper Limit Ratio (%)	Asset Based Upper Limit Ratio (%)
1	Gold		0,88	25,00	100,00	1	Gold		0,88	25,00	100,00
2	Borsa Istanbul shares		1,00	100,00	100,00	2	Borsa Istanbul shares		1,00	100,00	100,00
3	Government Domestic Debt Instrument (TRY, USD and EUR denominated)	0-1 year	0,96	100,00	100,00	3	Government Domestic Debt Instrument (TRY, USD and EUR denominated)	0-1 year	0,96	100,00	100,00
		1-5 years	0,91					1-5 years	0,91		
		5 year and more	0,91					5 year and more	0,91		
4	Eurobond - USD denominated	0-5 years	0,92	100,00	100,00	4	Eurobond - USD denominated	0-5 years	0,92	100,00	100,00
		5-10 years	0,93					5-10 years	0,93		
		10-30 years	0,90					10-30 years	0,90		
		30 years and more	0,88					30 years and more	0,88		
	Eurobond - EUR denominated	0-5 years	0,92				Eurobond - EUR denominated	0-5 years	0,92		
		5-10 years	0,87					5-10 years	0,87		

4		10-30 years	0,80	100,00	100,00	4		10-30 years	0,80	100,00	100,00
		30 years and more	0,80					30 years and more	0,80		
5	Lease Certificate	0-1 year	0,94	100,00	100,00	5	Lease Certificate	0-1 year	0,94	100,00	100,00
		1-5 year	0,89					1-5 year	0,89		
		5 year and more	0,89					5 year and more	0,89		
6	Share		0,84	90,00	20,00	6	Share		0,84	90,00	20,00
7	Cash-EUR		0,92	100,00	100,00	7	Cash-EUR		0,92	100,00	100,00
7	Cash- USD		0,93	100,00	100,00	7	Cash- USD		0,93	100,00	100,00
8	Cash-TRY		1,00	100,00	100,00	8	Cash-TRY		1,00	100,00	100,00
9	Bank Bond / Bill		0,73	50,00	40,00	9	Bank Bond / Bill		0,73	50,00	40,00
10	Letter of Guarantee		1,00	100,00	100,00	10	Letter of Guarantee		1,00	100,00	100,00
11	Asset-Backed Security	0-1 years	0,94	50,00	40,00	11	Asset-Backed Security	0-1 years	0,94	50,00	40,00
		1-5 years	0,89					1-5 years	0,89		
		5 years and more	0,89					5 years and more	0,89		
12	Investment Fund Participation Certificate		0,84	50,00	20,00	12	Investment Fund Participation Certificate		0,84	50,00	20,00

TEFAS Collateral Valuation Haircuts Table

Collateral Type	Time to Maturity	Valuation Haircut – OLD (23/03/2021)	Valuation Haircut – NEW (20/12/2021)
Gold		0,88	0,88
Cash- USD		0,93	0,93 0,91
Cash-EUR		0,92	0,92
Government Domestic Debt Instrument (TRY, USD and EUR denominated)	0-1 year	0,96	0,96
	1-5 year	0,91	0,91
	5 year and more	0,91	0,91
Lease Certificate	0-1 year	0,94	0,94
	1-5 year	0,89	0,89
	5 year and more	0,89	0,89
Asset-Backed Security	0-1 year	0,94	0,94
	1-5 year	0,89	0,89
	5 year and more	0,89	0,89

BEFAS Collateral Valuation Haircuts Table

Collateral Type	Time to Maturity	Valuation Haircut – OLD (23/03/2021)	Valuation Haircut – NEW (20/12/2021)
Gold		0,88	0,88
Cash- USD		0,93	0,93 0,91
Cash-EUR		0,92	0,92
Government Domestic Debt Instrument (TRY, USD and EUR denominated)	0-1 year	0,96	0,96
	1-5 year	0,91	0,91
	5 year and more	0,91	0,91
Lease Certificate	0-1 year	0,94	0,94
	1-5 year	0,89	0,89
	5 year and more	0,89	0,89
Asset-Backed Security	0-1 year	0,94	0,94
	1-5 year	0,89	0,89
	5 year and more	0,89	0,89