



18/12/2019

Total notional amount of banks' currency swaps, forwards, options and other similar products with non-residents with remaining maturity of seven days or less where at the maturity date, local banks pay TRY and receive FX in exchange (right way) should not exceed 10% of the bank's most recently calculated regulatory capital. This restriction does not apply to the transactions with their non-resident financial subsidiaries and affiliates which are subject to consolidation. The above-mentioned ratio should be calculated daily on solo and consolidated basis. Options shall be taken into account with their delta equivalence in the calculation and derivative transactions whose effective date is after the transaction date shall be considered based on their effective date in the calculation. In this regard, unless current excess is eliminated, no further transactions of these types shall be executed within the maturity ranges with limit violations.

On the other hand, as it was stated on the press release dated 17.09.2018, the limitation of 25% of the banks' most recently calculated regulatory capital for banks' currency swaps, forwards, options and other derivative transactions (total amount of wrong way derivatives transactions) with non-residents where banks receive TL at the maturity date is still in effect.

Respectfully announced to the public.