

# Turkish Lira-Settled Forward Foreign Exchange Auctions

## 1 What are the maturities and frequencies of these auctions?



The auctions will be carried out with maturities of 1 month, 3 months and 6 months. The auction timetable including the auction and redemption dates will be regularly announced by the CBRT.

## 2 Which auction method will be used?



The auctions will be carried out via the traditional (multi-price) auction method. As per the multi-price method, the transactions of the winners will be carried out based on their own bid price. The maximum bid amount for each bank shall be 20 percent of the total auction amount.

## 3 How will the CBRT announce the auctions?



The CBRT will announce the auctions at 16:00 hours on the Markets Data Delivery System (PVDS). The announcements will be disseminated to the public and bidder banks via data vendors. Banks eligible to conduct transactions on the foreign exchange markets will be able to bid in the auctions.

## 4 When will the CBRT announce the auction results?



The auction will take 15 minutes. Bids submitted to the auction will include the amount and the forward exchange rate bid. The forward exchange rate bids will be listed from the highest to the lowest and cut at the maximum auction amount. The results will be announced 30 minutes after the start of the auction. In case the total bid amount exceeds the auction amount, the auction amount will be allocated on a pro-rata basis.



**16:00**  
Auction



**Until 16:15**  
Bidding



**16:30**  
Auction Result

## 5 What are the collateral conditions?



The banks shall keep collateral at the CBRT throughout the maturity period, at the amount of 2.5 percent of their outstanding FX positions.

The value of the transactions and the collaterals will be determined by the CBRT on a daily basis by using the CBRT's indicative selling exchange rates, and additional collateral may be required due to conditions such as price and exchange rate movements.