

PRESS RELEASE
ON
DECEMBER 2004 REALIZATIONS OF MONETARY PROGRAM

Under the 2004 monetary program, indicative targets for Base Money, Net International Reserves and Net Domestic Assets were set for the end-December 2004 in accordance with the Letter of Intent dated 31 October 2003, and were later revised with the Letter of Intent of 2 April 2004. A second revision was made in targets for Base Money and Net Domestic Assets with the Letter of Intent dated 15 July 2004, and the targets for Base Money and Net International Reserves were set as performance criteria. The performance criteria for Base Money and Net International Reserves and the indicative targets for Net Domestic Assets have been met as of end-December 2004. The details of targets and figures realized are given below:

1. The ceiling specified as performance criterion for the Base Money under the monetary program was set at TL 20.900 trillion for end-December, as calculated by the average values of the last five working days. The average Base Money of the last five working days of December stood at TL 19.190 trillion, remaining below the upper limit of TL 20.900 trillion.

2. The floor specified as performance criterion for Net International Reserves under the monetary program was set at USD (minus) - 2.000 million for end-December.

As of 31 December 2004, the realizations of Net International Reserves and its sub-items are shown in the following table:

(Million US dollars)

Central Bank Net International Reserves	(1)	15.180
Treasury's Debt to IMF	(2)	14.951
Treasury's FX denominated debt with maturity less than one year	(3)	0
Net International reserves under the IMF Program	(4=1-2-3)	229

Thus, Net International Reserves specified in the program was realized as USD 229 million, standing above the floor of USD (minus) -2.000 million, which is the performance criterion.

3. As end of December, the indicative ceiling for Net Domestic Assets under the monetary program was specified as TL 35.000 trillion, as calculated by the average values of the last five working days.

The realizations of Net Domestic Assets and its sub-items for the said period are shown in the following table.

(Trillion TL)		
Central Bank Net Domestic Assets	(1)	8.597
Treasury's debt to the IMF	(2)	21.524
Treasury's FX denominated debt with maturity less than one year	(3)	0
Net Domestic Assets under the IMF program	(4=1+2+3)	30.121

Therefore, the average Net Domestic Assets stood at TL 30.121 trillion in the said period, remaining below the indicative ceiling value of TL 35.000 trillion.