

## Reflecting the Revisions in the Trade Credits and Securities Statistics to Balance of Payments

Within the context of the announcement dated September 8, 2021, the following revisions have been reflected to July 2021 dissemination of Balance of Payments Statistics, released on September 13, 2021:

- 1) "Export Receivables" and "Short-Term Import Payables" data under Trade Credit and Advances have been estimated by using the data compiled by the Turkish Statistical Institute (Turkstat) through direct reporting method from related companies.
- 2) In line with the international methodology, debt securities in the securities statistics have been compiled on the basis of "economic ownership" principle, rather than "legal ownership". As a result, funds provided/given through repo/reverse repo, collateral and lending transactions with non-residents have started to be recorded under the "Other Investment/Loans" item by removing from "Portfolio Investment" item.

Results of the aforementioned revisions are as follows:

- 1) Starting from January 2006,
  - Under **Other Investment/Trade Credit and Advances**, "Net Acquisition of Financial Assets" and "Net Incurrence of Liabilities/Short Term" items have been revised.
  - **Trade Credit and Advances** item is released on net basis and drawings/repayments breakdown has been removed.
- 2) Starting from January 2013,
  - under **Portfolio Investment**, "Net Acquisition of Financial Assets/Banks" item, in which repo/reverse repo transactions obtained from bank reports through statistical codes were netted in the previous application and
  - under **Other Investment/Loans**, "Net Acquisition of Financial Assets/Banks" and "Net Incurrence of Liabilities/Banks/Short Term" items, where the abovementioned transactions have been reflected after the revision, have been updated following the "economic ownership" principle.

Starting from October 2020,

- In supplement to bank reports, data on Government Domestic Debt Securities (GDDS) obtained from the reports of the custodian banks on security-by-security basis have been compiled on the basis of "economic ownership". As a result, "**Net Incurrence of Liabilities/Debt Securities/General Government/In Turkey**" item under Portfolio Investment have been revised accordingly.

The comparison table showing the previous and new presentation of Balance of Payments Table is as follows:

Previous		New	
BOP - Detailed Presentation		BOP - Detailed Presentation	
<b>III - FINANCIAL ACCOUNT</b>		<b>III - FINANCIAL ACCOUNT</b>	
3.3. Trade credit and advances		3.3. Trade credit and advances	
3.3.1. Net acquisition of financial assets		3.3.1. Net acquisition of financial assets	
3.3.1.1. Credits extended	→		
3.3.1.2. Repayments	→		
3.3.2. Net incurrence of liabilities		3.3.2. Net incurrence of liabilities	
3.3.2.1. Short-term		3.3.2.1. Short-term	
3.3.2.1.1. Drawings	→		
3.3.2.1.2. Repayments	→		
3.3.2.2. Long-term		3.3.2.2. Long-term	
3.3.2.2.1. Drawings	→		
3.3.2.2.2. Repayments	→		

Drawings and Repayments items were removed.