

**PRESS RELEASE****I- REALIZATIONS ON THE MONETARY PROGRAM FOR THE MAY-JUNE 2003 PERIOD**

The targets specified for the end of June 2003 in the Letter of Intent dated 5 April 2003 have all been met for Base Money and Net International Reserves as performance criteria, and Net Domestic Assets as indicative target. The details of targets and figures realized are given below:

1. Under the current monetary program, the ceiling specified as performance criterion for the Base Money as end of June is TL 13.200 trillion, calculated on the average of the last five working days of the month. The average Base Money of the last five working days of June stood at TL 13.039 trillion, remaining below the upper limit of TL 13.200 trillion.

2. Under the current monetary program, the floor specified as performance criterion for Net International Reserves as end of June is USD (minus) - 7,000 million.

The realizations of the Net International Reserves and sub-items recorded on June 30, 2003 are shown in the following table:

(Million US dollars)

Central Bank Net International Reserves	(1)	10.564
Treasury's debt to the IMF	(2)	13.441
Treasury's FX denominated debt with maturity less than one year	(3)	988
Net International Reserves under the IMF program	(4=1-2-3)	- 3.865

Thus, Net International Reserves specified in the program has been realized as USD (minus) - 3.865 million, standing above the lower limit of USD (minus) -7.000 million, which is performance criterion.

3. Under the current monetary program, the indicative ceiling specified for Net Domestic Assets as end of June is TL 34.100 trillion and is calculated by the average values of the last five working days of June. The realizations of Net Domestic Assets and sub-items for the said period are shown in the following table:

(Trillion TL)

Central Bank Net Domestic Assets	(1)	8.622
Treasury's debt to the IMF	(2)	19.350
Treasury's FX denominated debt with maturity less than one year	(3)	1.422
Net Domestic Assets under the IMF program	(4=1+2+3)	29.395

Thus, in the said period, the average Net Domestic Assets stood at TL 29.395 trillion, remaining below the indicative ceiling value of TL 34.100 trillion.

## **II- TARGETS OF THE MONETARY PROGRAM FOR THE JULY-SEPTEMBER 2003 PERIOD**

The monetary program targets specified for the July-September 2003 in the Letter of Intent, 5 April 2003 are as follows:

1. The indicative ceiling value for Base Money for end-September is TL 14.100 trillion. The calculation will be based on the average of the last five working days of September.

2. The indicative floor value for Net International Reserves as end of September is (minus) USD –6.000 million.

3. The indicative ceiling value specified for the Net Domestic Assets as end of September is TL 33.800 trillion. The calculation will be based on the average of the last five working days of September.