



**REPUBLIC OF TURKEY  
PRIME MINISTRY  
UNDERSECRETARIAT OF TREASURY**

No: 2006 ...

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**PRESS RELEASE**

The Republic of Turkey mandated HSBC and Citigroup to act as joint leader managers for the reopening of its \$1.25 billion, %9.50 Notes due January 2014. The Notes have been increased by a further \$500 million.

The bond has a yield of 7.95% and has a spread of 284.6 over US Treasury Bonds. (\*)

The nominal amount of the reopening will enter into Treasury accounts on July 19, 2006.

The bond is the first bond issued by an emerging market economy since the recent volatility in global markets. It has attracted demand from 13 different countries at an amount of four times larger than the issuance amount. 49% of the bonds have been sold to USA, 25% to Europe, 23% to Turkey and the remaining 3% to other countries. Those indicators reflect the confidence of foreign investors in Turkish economy.

With the issuances of the bonds whose details are given below, a total of approximately \$3.0 billion equivalent of funds has been raised since the beginning of 2006.

**Eurobond Issuances in 2006**

Date of Issue	Currency	Amount (million)	Maturity	Coupon Rate (%)	Price (%)	Yield to Investor (%)	Yield to Investor (Spread-bp)
17.01.2006	USD	1.500	17.03.2036	6.875	96.890	7.125	UST + 258.3
01.03.2006	Euro	750	01.03.2016	5.000	99.615	5.050	Bund + 157
19.07.2006	USD	500	15.01.2014	9.500	108.620	7.950	UST + 284.6

(\*) The latest 7-year maturity dollar denominated bond issued in June 2004 had a yield of 9.25%, and a spread of 493 over US Treasury Bond of the same maturity.