

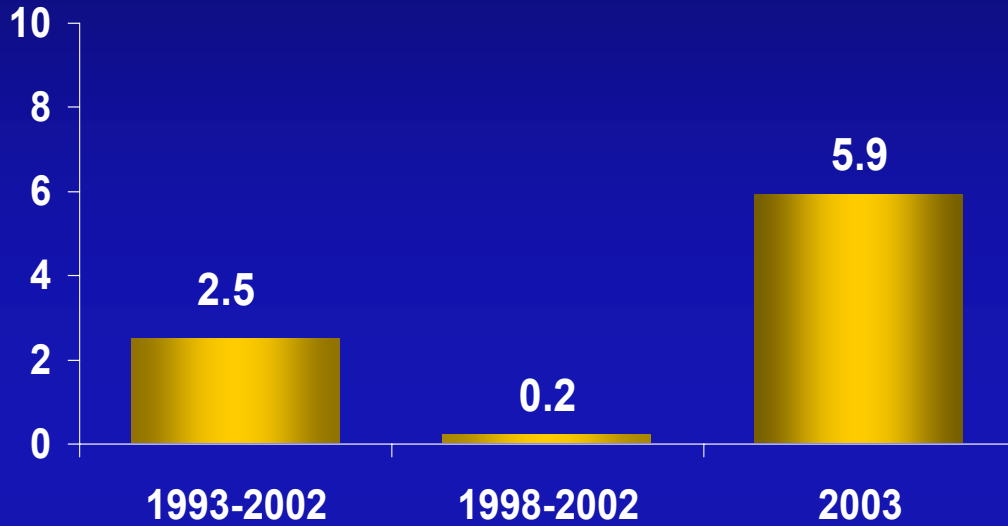


TURKEY: ECONOMIC PROSPECTS

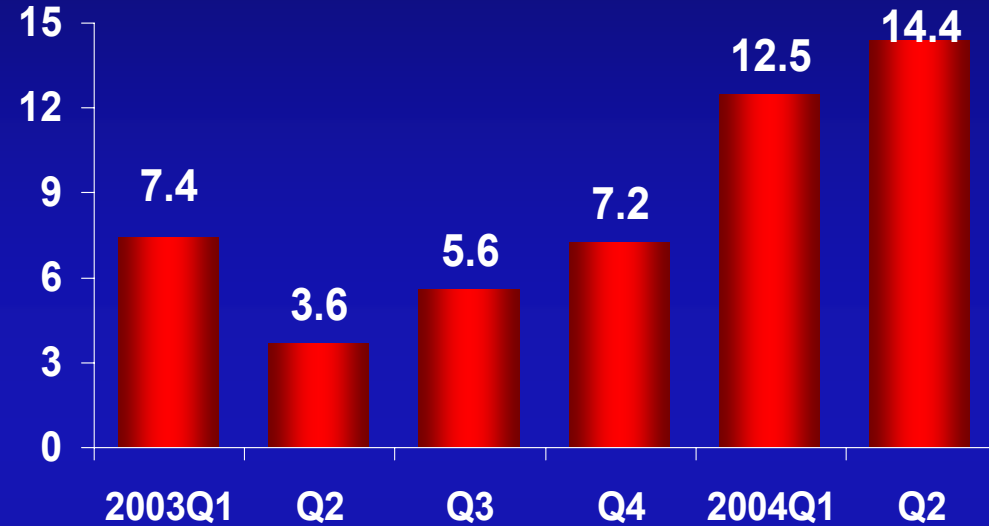
October 2004

Growth Performance

GNP Growth (%)



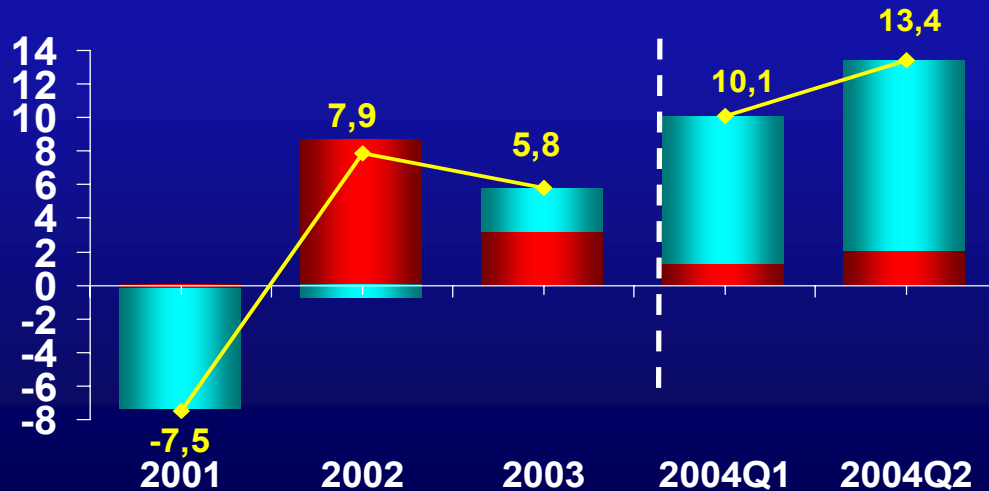
Quarterly GNP Growth (%)



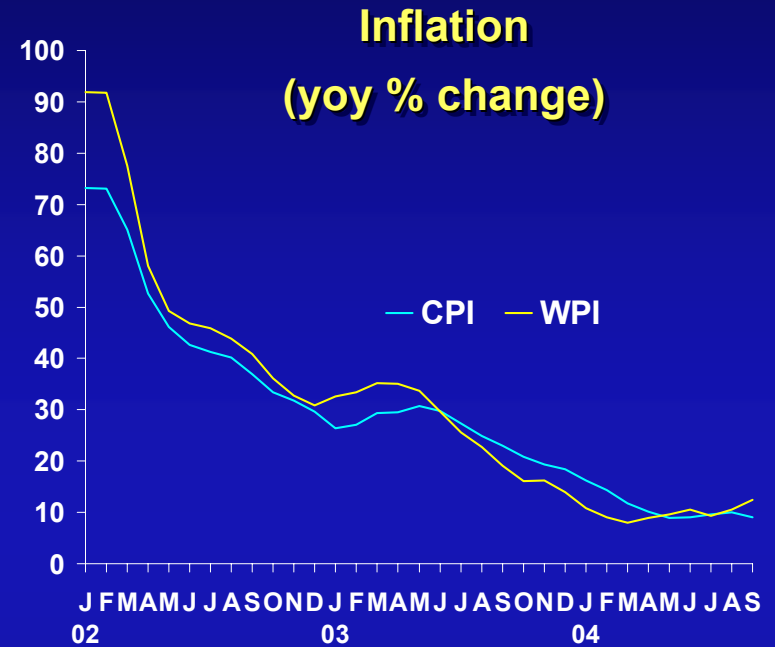
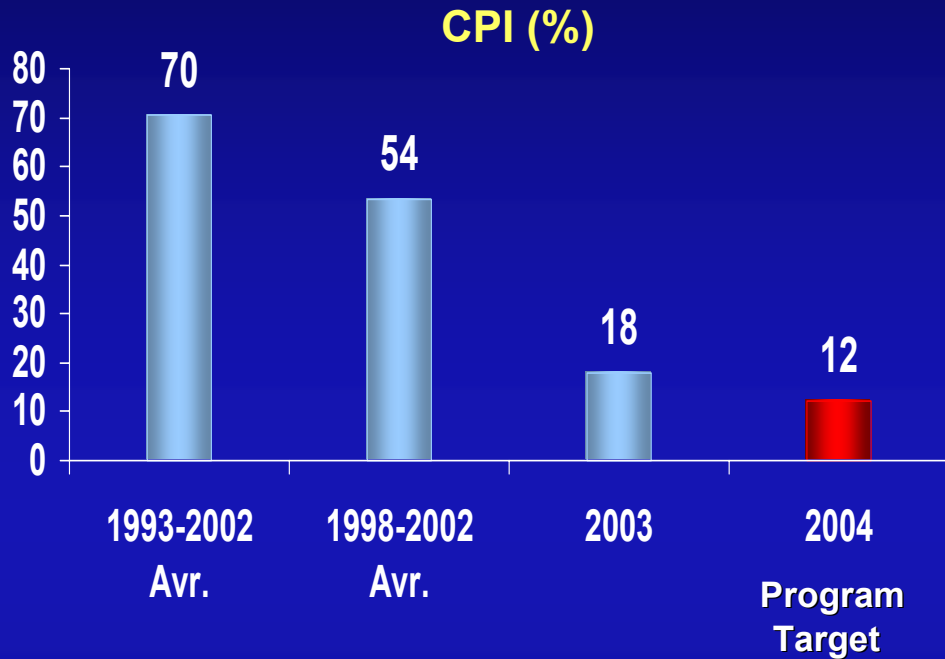
GNP Growth Expectation for 2004 (CBRT Survey, %)



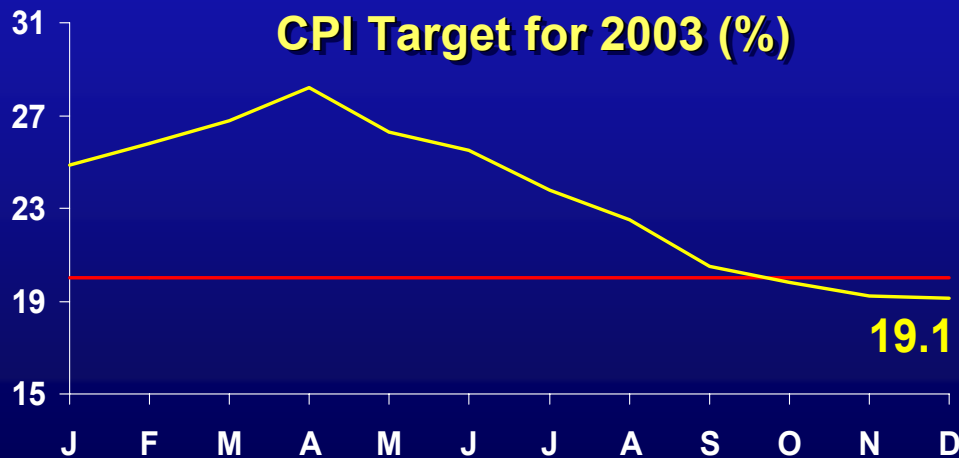
Contributions to GDP Growth (%)



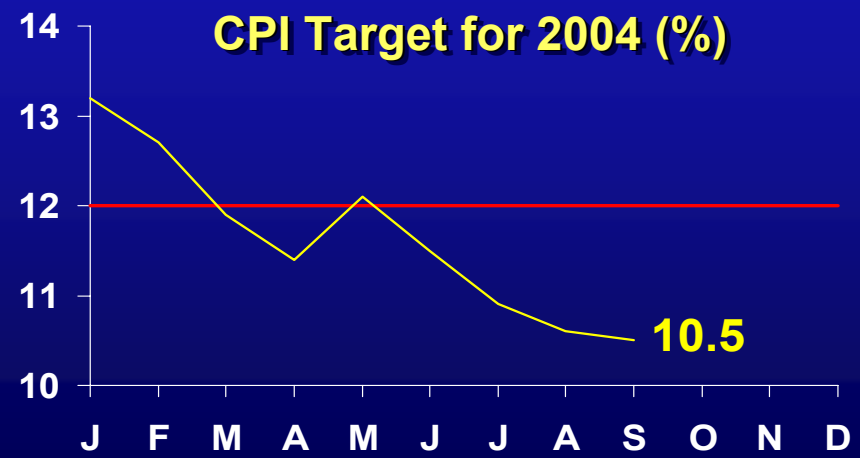
Inflation



Inflation Expectations and CPI Target for 2003 (%)



Inflation Expectations and CPI Target for 2004 (%)



12.5
9.0

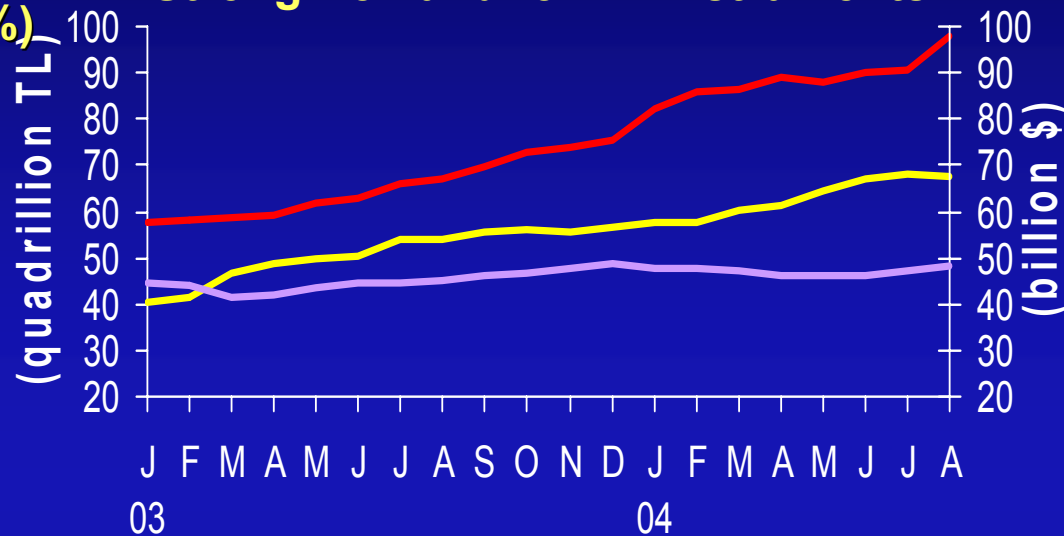
— Annual CPI Target

Market Sentiment

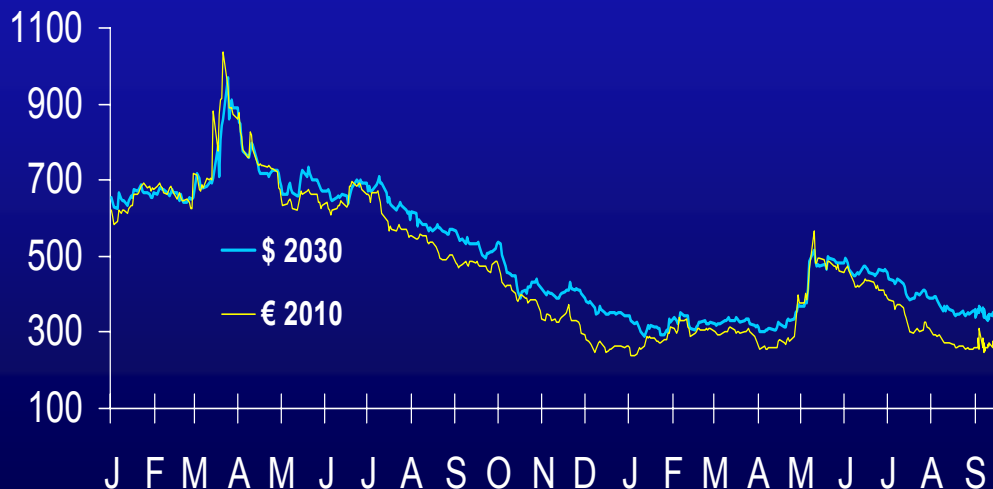
Benchmark TL Denominated Bond Interest Rates (Annually Compounded, %)



Strong Demand for TL Instruments

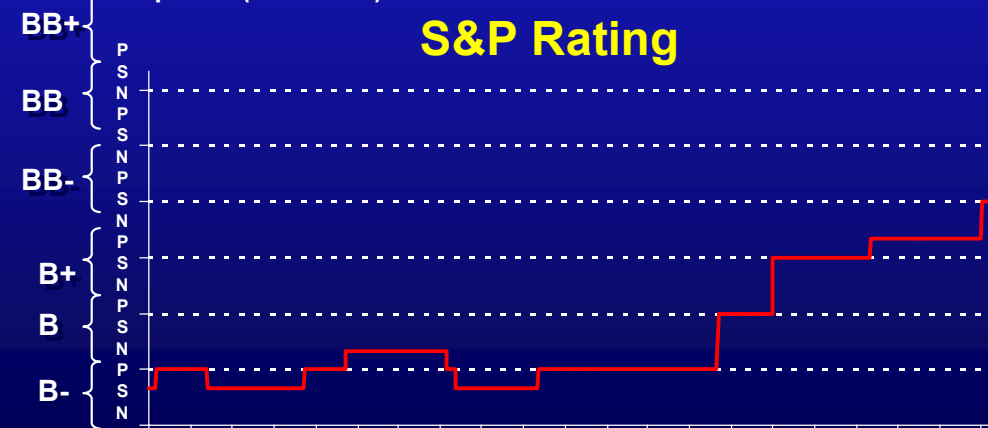


Eurobond Spreads(bp)



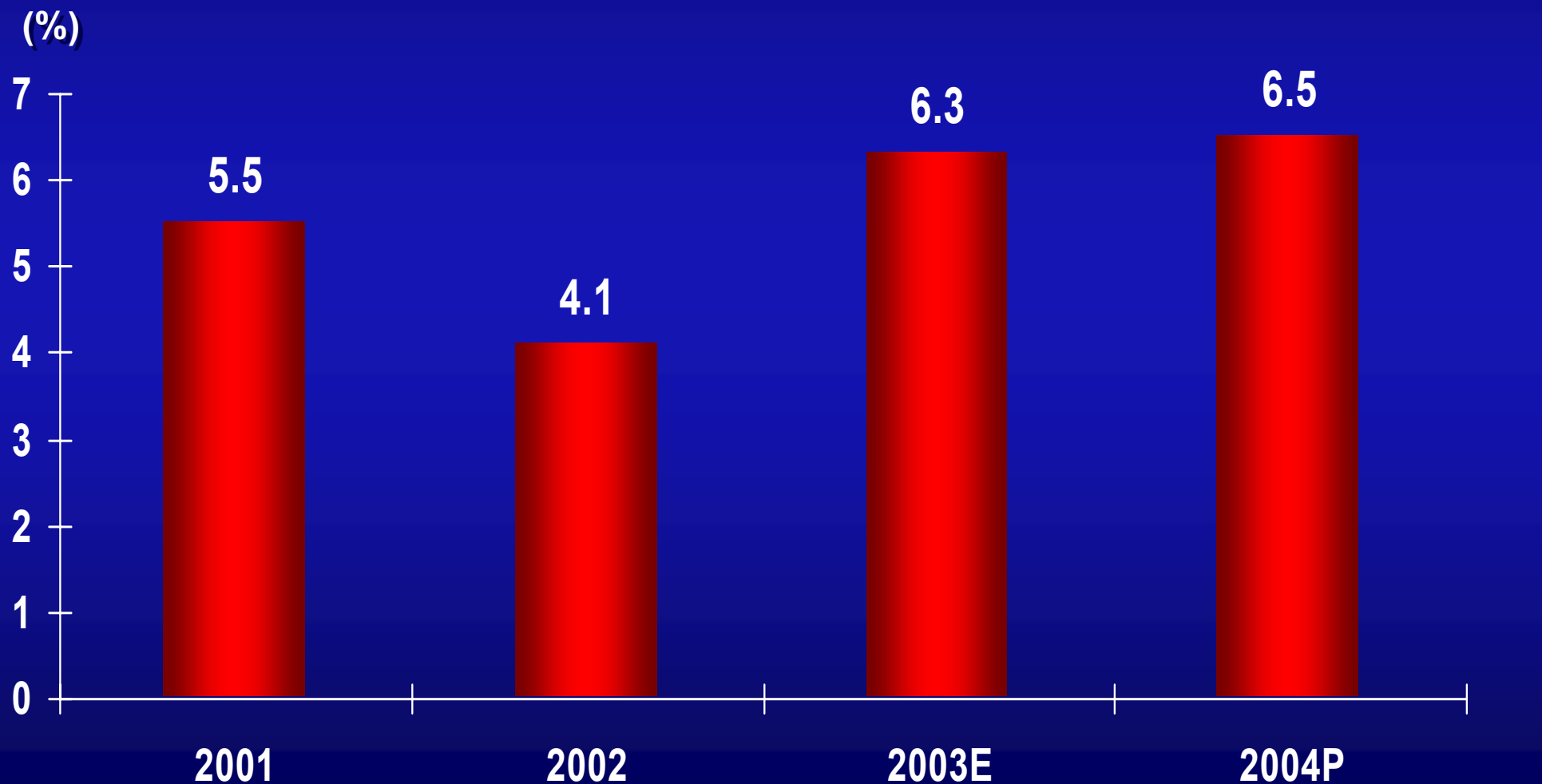
- TL deposits (in TL qn)
- Holdings of TL paper (including repos) by non-bank residents (in TL qn)
- FX deposits (in US\$ bn)

S&P Rating



Fiscal Adjustment

Public Sector Primary Surplus / GNP

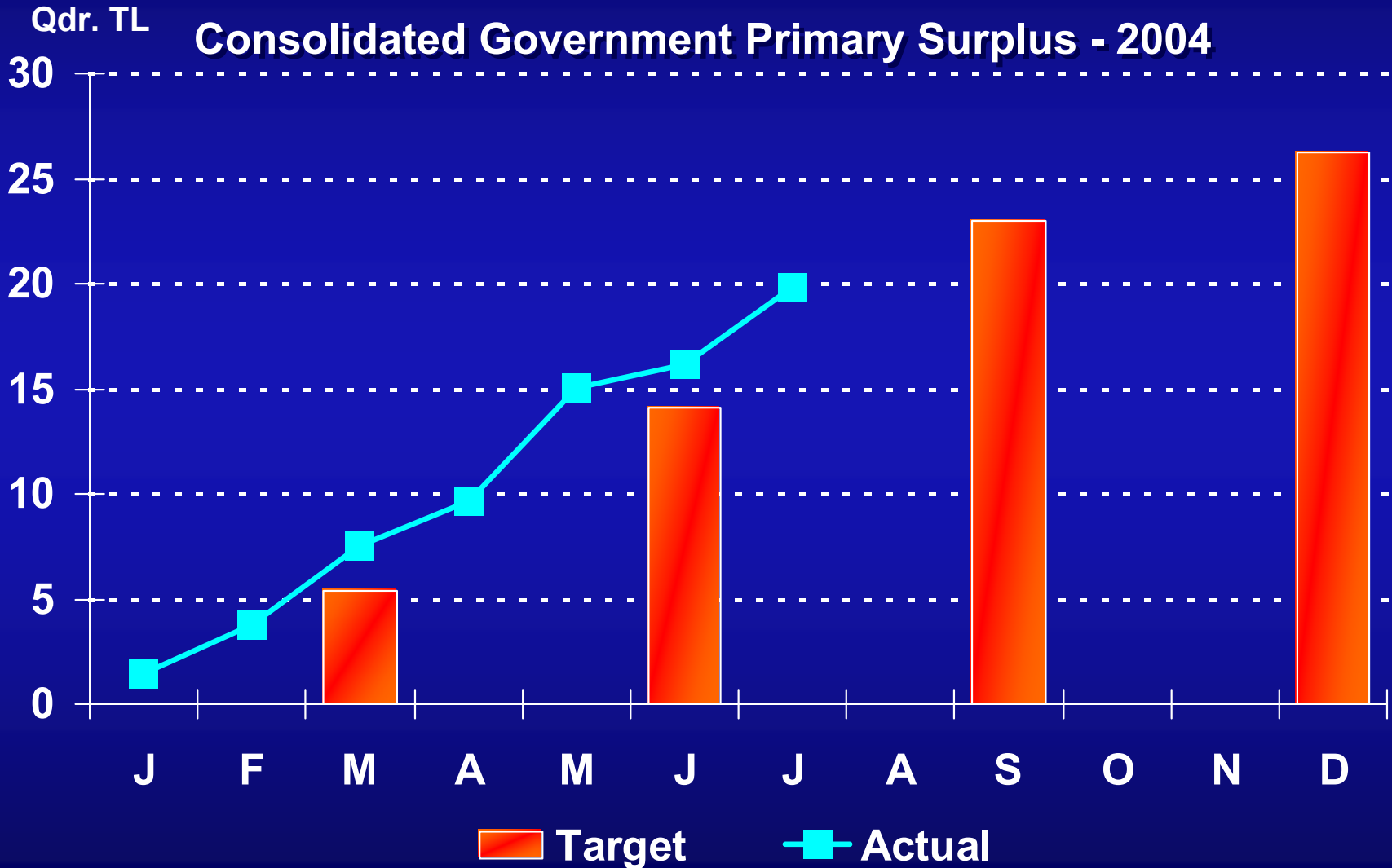


Note: The method of calculation for 2001 - 2002 is different from 2003 - 2004.

E: Estimate

P: Program

Fiscal Targets Under the Program Overperformed in the First Half of 2004



Declining Debt Burden

Net Public Debt Stock / GNP

