



Update on Turkish Economy

February 28, 2008

External Debt Announcement

The Republic of Turkey mandated Citigroup and HSBC for its Dollar denominated notes due 2038. The pricing of the notes has been completed with a nominal amount of USD 1 billion.

The bond, maturing on March 5, 2038, has a coupon rate of 7.250%, a yield to investor of 7.550% and a spread of 289.80 bp over US Treasury Bonds with similar maturity.

The proceeds of the issue will enter into Treasury accounts on March 5, 2008.

43.9% of the bonds have been sold to investors in Turkey while the remaining bonds were sold to investors in the USA, Europe and other countries.

The details of the Republic of Turkey's international bond issuances in 2008, which so far amounted to a total of USD 2 billion, are listed below.

Global / Eurobond Issuances in 2008

Issue Date	Currency	Size (million)	Maturity Date	Coupon (%)	Price (%)	Yield to Investor (%)	Yield to Investor (Spread)
15.01.2008	USD	1,000	03.04.2018	6.750	103.340	6.300	UST + 246 bp
05.03.2008	USD	1,000	05.03.2038	7.250	96.457	7.550	UST + 289.8 bp