

By the Banking Regulation and Supervision Agency:

**COMMUNIQUÉ ON UNIFORM CHART OF ACCOUNT AND ITS
EXPLANATION**

(Published in the (Repeated) Official Gazette dated January 26, 2007, Nr. 26415)¹

SECTION ONE

Objective and Scope, Basis and Definitions

Objective and Scope

ARTICLE-1 (1) The objective of this Communiqué is to ensure the uniformity on accounting and financial reporting for banks, obtaining uniform balance sheet and income statement directly, obtaining information required for supervision and surveillance directly and soundly in a verifiable and auditable manner, direct access to information and other statistical information required by the related authorities for monitoring and directing the economy, obtaining the information required for comments and various analysis such as financial analysis, risk analysis and profitability analysis.

(2) Deposit banks and development and investment banks operating in Turkey are subject to the provisions of this Communiqué.

Basis

ARTICLE-2 (1) This Communiqué has been prepared on the basis of the Articles 37 and 93 of the Banking Law Nr. 5411 dated October 19, 2005 and the Regulation on the Principles and Procedures for Accounting Practices of Banks and Retention of Documents published in the Official Gazette dated November 1, 2006 and Nr. 26333.

¹ Amended pursuant to the Communiqués published in the Official Gazettes dated September 10, 2007 Nr. 26639 and dated December 11, 2009 Nr. 27429.

Definitions

ARTICLE-3 (1) The following terms used in this Communiqué shall have the meanings expressly designated to them below:

- a) Bank(s): Deposit banks and development and investment banks defined in Article 3 of the Law,
- b) Law: Banking Law Nr. 5411,
- c) Regulation on Provisions: Regulation on the Procedures and Principles for Determination of Qualifications of Loans and other Receivables by Banks and Provisions to be Set Aside published in the Official Gazette dated November 01, 2006 Nr. 26333,
- ç) Participation bank: participation banks defined in Article 3 of the Law,
- d) Board: The Banking Regulation and Supervision Board,
- e) Agency: The Banking Regulation and Supervision Agency,
- f) Turkish Accounting Standards: Turkish Accounting Standards which was put into force by the Turkish Accounting Standards Board and Turkish Financial Reporting Standards and annexes and interpretations thereof.

SECTION TWO

Uniform Chart of Account

Structure of uniform chart of account

ARTICLE 4- (1) Uniform Chart of Accounts is composed of groups represented as follows:

- 0 CURRENT ASSETS
- 1 LOANS
- 2 INVESTMENT SECURITIES
- 3 DEPOSIT AND OTHER LIABILITIES
- 4 OWN-FUNDS
- 5 INTEREST INCOMES
- 5 INTEREST EXPENSES
- 6 NON- INTEREST INCOMES
- 7 NON- INTEREST EXPENSES
- 8 OFF-BALANCE SHEET ACCOUNTS

Turkish lira and FX accounts

ARTICLE 5- (1) Accounts included in each group are separated in two as Turkish lira and FX. Accounts operate for Turkish lira and FX transactions, as in 012 Cash in Transit-TL, 013 Cash in Transit FX example, are determined in ledger level. If last digit of ledger accounts is even number it refers to Turkish lira accounts, if it is uneven it refers to FX accounts.

(2) Accounts determined as FX are accounts in which amounts concerning FX transactions of banks are recorded. FX balance-sheet in these accounts is evaluated in end of periods in line with the related provisions of Turkish Accounting Standards and evaluation differences are transferred to the related accounts. FX interest, commission and incomes from FX accounts and transactions are exchanged into Turkish lira at the exchange rate on transaction date and the related FX is recorded in profit/loss accounts. Even if the incomes presented above are collected in terms of Turkish lira instead of FX, the related FX is recorded in profit-loss accounts.

Account Numeration System

ARTICLE 6-(1) Representation of account numbers are as follows;

1 2 3 4 5 6

ABCDEF

A-Defines group number

BC- Defines general ledger account numbers

DE- Subsidiary account numbers

F- Sub account numbers

Amendment

ARTICLE 7- (1) in Uniform Chart of Account Plan;

- a) It is obligatory that all general ledger account shall be opened with its subsidiary accounts and sub accounts even not used.
- b) A new account can not be opened in general ledger level without the permission of the Agency.

- c) For the accounts opened in general ledger level and which do not have subsidiary and sub accounts, the participation banks can open subsidiary accounts, sub accounts and secondary accounts in case of need.

- ç) If there exist an account or more subsidiary account with general ledger account, the addition of new subsidiary accounts, if there exist a sub account or more, the addition of a new account, shall be possible by the permission of the Agency.

- d) For the articles determined in the level of subsidiary and sub account level, the participation banks can open sub accounts and more secondary accounts by adding new digits by the end of the current account numbers

- e) In accounts with six or seven digit, the participation banks can open lower level accounts by adding additional digits with a view to monitor respects such as type of currency, number of customer, control number.

- f) “Other” accounts are reserved for the transactions which do not require opening a separate account by its size in the section concerned and for the record of the transactions not frequently repeated. If a transaction does not have a special account to be recorded even it doesn’t hold this qualification, it is obligatory to open a special account for these kinds of transactions by taking permission from the Agency.

(2) The amendments made in Uniform Chart of Account Plan pursuant to this article, enter in to force by announcing thereof to the banks by the Agency.

SECTION FOUR

Miscellaneous and Final Provisions

Abolished Communiqué

ARTICLE 10-(1) The Communiqué on Uniform Chart of Account Plan and Its Explanation published on the repeated Official Gazette dated June 22, 2002, Nr. 24793 is abolished.

Entry into Force

ARTICLE 11-(1) This communiqué enters into force on the date of its publication to be valid as of January 01, 2007.

Enforcement

ARTICLE 12 - (1) The provisions of this Communiqué are enforced by the Chairman of the Banking Regulation and Supervision Agency.