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THE WORLD BANK

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The World Bank

1818 H Street NW

Washington DC 20433

Telephone: 202-473-1000

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PUBLIC DISCLOSURE AUTHORIZED

Meeting: H.E. Fehim Adak,
(Minister of State of the Republic of Turkey)

Monday, January 13, 1997
4:30 - 5:00 p.m.
E 1227 Conference Room

DECLASSIFIED
WBG Archives

Who is the man speaking?
Is he an ED, is he Turkish?
↑
no (Turkish is ED)
↑
I think so;
Chris Postman probably
to your left? probably
knows who he is.

The Dwight D. Eisenhower
Archives



30486712

R2002-036 Other #: 29 Box #: 186479B

President Wolfensohn - Briefings Books for Presidents Meetings - Meeting Materials
H E Fehim Adak - Minister of State of the Republic of Turkey - January 13, 1997

① have production and sale of meat
state -

② Drop law in retirement - favor of family -

3 Pension plans 5 agreement

budget in ~~the~~ -

Archive Management for the President's Office

Document Log

Reference # : Archive-01117

182

Edit

Print

A. CLASSIFICATION

- ☒ Meeting Material
- ☐ Trips
- ☐ Speeches

- ☐ Annual Meetings
- ☐ Corporate Management
- ☐ Communications with Staff

- ☐ Phone Logs
- ☐ Calendar
- ☐ Press Clippings/Photos

- ☐ JDW Transcripts
- ☐ Social Events
- ☐ Other

B. SUBJECT: MEETING: H.E. FEHIM ADAK, MINISTER OF STATE OF THE
REPUBLIC OF TURKEY (B) (N) -Monday, January 13, 1997 from 4:30-5 p.m.
VENUE: E1227 (CONF. RM.)
CONTACT: PENNY (LINN'S OFFICE) @ 80602 // SUMAN MEHRA @
32247
IN ATTENDANCE: JDW, LINN, POORTMAN (ACTING. DIRECTOR, ECA),
{KOCH-WESER-NOT ATTENDING}, HANY
DELEGATION ATTENDEES:
H.E. FEHIM ADAK, MINISTER OF STATE
MR. GAZI ERCAL, GOVERNOR, CENTRAL BANK
AMBASSADOR NUZHET KANDEMIR, TURKISH EMBASSY
MR. KAMIL YUCEORAL, CHIEF ADVISER TO THE PRIME
MINISTER
MR. FINCAN, CHIEF ADVISER TO THE PRIME MINISTER
MR. DOVER, CHIEF ADVISER TO THE PRIME MINISTER
MR. OKTAY, FIRST SECRETARY, TURKISH EMBASSY
MRS. DILEK EMIL, ECONOMIC COUNSELOR, TURKISH
EMBASSY
MR. KOKSAL, COUNSELOR, TURKISH EMBASSY
(B) ECAVP // DUE: MONDAY, JAN. 13 AT NOON
EXC: HANY // ALI (1/9)

DATE: 01/14/97

C. VPU

Corporate

- ☐ CTR
- ☐ EXT
- ☐ LEG
- ☐ MPS
- ☐ OED
- ☐ SEC/Board
- ☐ TRE

Regional

- ☐ AFR
- ☐ EAP
- ☒ ECA
- ☐ LAC
- ☐ MNA
- ☐ SAS

Central

- ☐ CFS
- ☐ DEC
- ☐ ESD
- ☐ FPD
- ☐ FPR
- ☐ HRO

Affiliates

- ☐ GEF
- ☐ ICSID
- ☐ IFC
- ☐ Inspection Panel
- ☐ Kennedy Center
- ☐ MIGA

D. EXTERNAL PARTNER

☐	IMF
☐	UN
☐	MDB/Other IO
☐	NGO
☐	Private Sector

☐	Part I
☒	Part II
☐	Other

E. COMMENTS: This brief contains the following:

- Notes on the front cover from JDW
- Bio
- Basic Facts & Figures

File Location	Cleared By	Date:			
<table border="1"> <tr> <td>☐ EXC</td> <td>☐ IISC</td> <td>☒ Archives</td> </tr> </table>	☐ EXC	☐ IISC	☒ Archives		01/14/97
☐ EXC	☐ IISC	☒ Archives			

 [View Update History](#)

- Privatization
- Social Security
- Revenue packages

key message

IMF / Bank analysis indicates that privatization and revenue programs are unrealistic. Our position to Prime Minister has been that we agree with objectives, but they need to be ready for significant shortfalls in revenues and hence they need to plan for that (likely) contingency. We can support them once their plans have been shown to be realistic.

A L L - I N - 1 N O T E

DATE: 08-Jan-1997 10:02pm

TO: Johannes Linn

(JOHANNES LINN)

FROM: Christiaan Poortman, EC1CO

(CHRISTIAAN POORTMAN)

EXT.: 33011

SUBJECT: MINISTER ADAK'S VISIT

Johannes,

As you know, Turkey's State Minister Adak (Refah) will visit Washington next week at the invitation of the US Government. You are scheduled to meet with him next week Tuesday.

Minister Adak, who is PM Erbakan's right hand man, is scheduled to meet with Secretary Rubin, Larry Summers and Mr. Camdessus -- amongst others. Mr. Wolfensohn has received a letter from the Turkish Embassy also requesting a meeting with him.

Ken and I feel that a meeting with Mr. Wolfensohn might indeed be appropriate -- given Mr. Adak's important position in the Refah Party and the current government. Also, it might be awkward for Mr. Wolfensohn not to meet with Mr. Adak after he has met with Mr. Camdessus and US Government ministers.

We have tentatively booked 5:45 pm on Tuesday for Mr. Adak's meeting with Mr. Wolfensohn but the President's Office wants a confirmation from you that such meeting is appropriate/desirable. Can you please do so -- if you agree with our recommendation.

If Minister Adak will, indeed, meet with Mr. Wolfensohn would you like to join that meeting and cancel your own meeting with him? You are meeting Mr. Adak for lunch and could, if necessary, deal with any other business at that time.

Chrik.

CC: Penny Chokechaitanasin

(PENNY CHOKECHAITANASIN)

CC: Kenneth Lay

(KENNETH LAY)

CC: Suman Mehra

(SUMAN MEHRA)

The World Bank/IFC/MIGA
O F F I C E M E M O R A N D U M

DATE: January 15, 1997 11:09am

TO: ECA MNA ISC Files (ECA MNA ISC FILES)
TO: Legal ISC Files (LEGAL ISC FILES)

FROM: Christiaan Poortman, EC1CO (CHRISTIAAN POORTMAN)

EXT.: 33011

SUBJECT: TURKEY - MR. WOLFENSOHN'S MEETING WITH MINISTER ADAK

Mr. Wolfensohn met with Turkish State Minister Adak on Monday afternoon, January 13, 1997. The other members of Minister Adak's delegation were: Mr. Gazi Ercel (CB Governor), Mr. Nuzhet Kandemir (Turkish Ambassador), Mr. Kamil Yuceoral (Chief Advisor), Mr. Namik Dagalp (Alternate ED), Mrs Dilek Emil (Economic Counselor, Turkish Embassy), and Mr. Rifat Koksall (Counselor). In addition to Mr. Wolfensohn, the Bank was represented by Messrs. Linn, Poortman and Assaad.

Mr. Wolfensohn welcomed Minister Adak to the World Bank, expressing his pleasure to meet with him and stating the willingness of the Bank to assist Turkey in whatever way necessary. He indicated he would like to hear from the Minister concerning the economic program adopted by the current Government.

Minister Adak thanked Mr. Wolfensohn for his offer of assistance and proceeded to highlight some of the main points of the Government's current economic policies: the balanced budget for 1997; the emphasis on privatization (in the energy sector, in telecommunications, and through the sale of state property); the new social security legislation; the enhanced role of the private sector in the provision of public services (health). The Minister also mentioned the three revenue packages that had been prepared by Government which promised to raise significantly higher revenues (or cost savings) than originally projected.

The Minister indicated that the Government is also working on more medium-term programs to bring down inflation. He expressed the hope that the World Bank would be willing to provide assistance to Turkey on the basis of these various initiatives. In particular, Turkey wanted Bank assistance in converting domestic debt into foreign debt on favorable conditions. In this respect the Minister asked whether the Bank would be prepared to bring potential external donors together in a Consultative Group for Turkey?

Mr. Wolfensohn responded he was pleased to hear about the various new economic programs being implemented by the Government, but expressed the view that the revenue projections associated with the three packages might be somewhat optimistic. This was disputed by the Minister who indicated that the Government had been instrumental in

actually reducing the 1996 budget deficit despite the public salary adjustments.

Mr. Wolfensohn responded by saying that he hoped that the revenue projections, as well as the economic program in general, would indeed turn into reality. This, more than anything else, would determine whether outside financiers would be willing to support Turkey. The timing of any CG-type meeting would need to follow actual results in turning the economy towards longer term stability. At the moment there was limited confidence in Turkey's economic outlook among the international financial community as demonstrated by the recent further downgrading of the country's sovereign risk ratings. Minister Adak saw these downgradings as primarily a reflection of certain international political views about Turkey's Government and not reflective of the true economic and financial situation in the country.

Mr. Wolfensohn encouraged the Government to work hard to "convince the rating agencies that they are wrong". The World Bank would be ready to help the Government in doing this -- on the basis of actual results. On this basis, the Bank would also be prepared to expand its own assistance to Turkey. In this respect, Mr. Wolfensohn asked the State Minister's cooperation in sorting out the current problems affecting the Bank's portfolio in Turkey and making it possible that much of the \$ 1.4 billion of undisbursed assistance be disbursed as soon as possible. He expressed the hope that a plan to that effect would be worked out jointly before Mr. Linn's next visit to Ankara.

Minister Adak indicated that Turkey would like to receive larger loans from the World Bank in the future. Mr. Wolfensohn responded by saying that the volume/details of future Bank assistance would be worked out in the context of the ongoing CAS discussions. However, a "cleaning up" of the current portfolio was an essential step in this process.

CC: Johannes Linn (cleared with & cc)	(JOHANNES LINN)
CC: Caio Koch-Weser	(CAIO KOCH-WESER)
CC: Hany Assaad	(HANY ASSAAD)
CC: Marcelo Selowsky	(MARCELO SELOWSKY)
CC: Claude Blanchi	(CLAUDE BLANCHI)
CC: KENNETH G. LAY	(KENNETH LAY)
CC: GEORGE C. ZAIDAN	(GEORGE C. ZAIDAN)
CC: CHRISTIAAN J. POORTMAN	(CHRISTIAAN POORTMAN)
CC: FRANCO BATZELLA	(FRANCO BATZELLA)
CC: RICARDO A. HALPERIN	(RICARDO A. HALPERIN)
CC: RALPH W. HARBISON	(RALPH W. HARBISON)
CC: FREDERICK THOMAS TEMPLE	(FREDERICK TEMPLE@A1@TURKEY)
CC: FRANK J. LYSY	(FRANK LYSY@A1@WBHQB)
CC: MICHELE E. DE NEVERS	(MICHELE DE NEVERS@A1@WBHQB)
CC: K. PADMINI NAIR	(PADMINI NAIR@A1@WBHQB)
CC: Akin O. Oduolowu	(AKIN O. ODUOLOWU)
CC: Bee Ean Gooi	(BEE EAN GOOI)
CC: Bernardo Gomez	(BERNARDO GOMEZ)

CC: Brad Herbert
CC: Charles Antholt
CC: Daniel Coyaud
CC: David Fretwell
CC: Gottfried Ablasser
CC: Henry Boldrick
CC: Jacques Yenny
CC: Michael Mertaugh
CC: Patricia Kleysteuber
CC: Raghuveer Y. Sharma
CC: Remote Addressee
CC: Samuel Otoo
CC: Takao Ikegami
CC: Tunc Uyanik
CC: Varadarajan Atur
CC: PARVEEN MOSES
CC: ISMAIL ARSLAN
CC: Suman Mehra
CC: Mary Morgan

(BRAD HERBERT)
(CHARLES ANTHOLT)
(DANIEL COYAUD)
(DAVID FRETWELL)
(GOTTFRIED ABLASSER)
(HENRY BOLDRICK)
(JACQUES YENNY)
(MICHAEL MERTAUGH)
(PATRICIA KLEYTEUBER)
(RAGHUVEER Y. SHARMA)
(ANNETTE DE KLEINE@A1@WBHQB)
(SAMUEL OTOO)
(TAKAO IKEGAMI)
(TUNC UYANIK)
(VARADARAJAN ATUR)
(PARVEEN MOSES @A1@WBHQB)
(ISMAIL ARSLAN @A1@TURKEY)
(SUMAN MEHRA)
(MARY MORGAN)

Turkey - Selected Indicators of Bank Portfolio Performance and Management

Indicator	1994	1995	1996	1997
<i>Portfolio Performance</i>				
Number of Projects under implementation	31	27	25	24
Average implementation period (years) ^a	4.93	4.86	4.98	5.41
Percent of problem projects rated U or HU ^b (for past years, rated 3 or 4)				
Development Objectives ^c	29.03	29.63	20.00	16.67
Implementation Progress (or overall status for past years) ^d	45.16	22.22	16.00	12.50
Cancelled during FY in US\$m	519.84	338.14	62.81	.50
Disbursement ratio (%) ^e	12.91	12.19	30.05	11.75
Disbursement lag (%) ^f	36.60	49.79	27.89	25.46
Memorandum item: % completed projects rated unsatisfactory by OED	0.00	0.00	0.00	0.00
<i>Portfolio Management</i>				
Supervision resources (total US\$ thousands)	1,829.68	1,850.56	1,930.06	1,075.16
Average Supervision (US\$ thousands/project)	59.02	68.54	77.20	44.80
Supervision resources by location (in %)				
Percent headquarters	0.00	0.00	53.19	53.87
Percent resident mission	0.00	0.00	46.81	46.13
Supervision resources by rating category (US\$ thousands/project)				
Projects rated HS or S	54.55	59.22	73.95	40.91
Projects rated U or HU	64.45	101.17	112.76	80.80
Memorandum item: date of last/next CPPR				

- ^a Average age of projects in the Bank's country portfolio.
- ^b Rating scale: "HS" denotes "Highly Satisfactory", "S" denotes "Satisfactory", "U" denotes "Unsatisfactory", and "HU" denotes "Highly Unsatisfactory".
- ^c Extent to which the project will meet its development objective (see OD 13.05, Annex D2, *Preparation of Implementation Summary [Form 590]*).
- ^d Assessment of overall performance of the project based on the ratings given to individual aspects of project implementation (e.g., management, availability of funds, compliance with legal covenants) and to development objectives (see OD 13.05, Annex D2, *Preparation of Implementation Summary [Form 590]*). The overall status is not given a better rating than that given to project development objectives.
- ^e Ratio of disbursements during the year to the undisbursed balance of the Bank's portfolio at the beginning of the year: investment projects only.
- ^f For all projects comprising the Bank's country portfolio, the percentage difference between actual cumulative disbursements and the cumulative disbursement estimates as given in the "Original SAR/PR Forecast" or, if the loan amounts have been modified, in the "Revised Forecast." The country portfolio disbursement lag is effectively the weighted average of disbursement lags for projects comprising the Bank's country portfolio, where the weights used are the respective project shares in the total cumulative disbursement estimates.

Note:

Disbursement data is updated at the end of the first week of the month.
Supervision resources include Salaries, Benefits, and Travel but excludes FAO staff and PCR task costs.

**TURKEY - BRIEFING FOR MR. WOLFENSOHN
MEETING WITH MINISTER OF STATE, FEHIM ADAK**

January 13, 1997 4:30-5:00 p.m.

Also in attendance: (Delegation) Central Bank Governor, Gazi Ercel, Turkish Ambassador, Nuzhet Kandemir, Chief Advisor, Kamil Yuceoral, (Bank) Messrs. Hubloue, Koch-Weser, Assaad, Linn, Poortman.

1. **Introduction:** Minister Adak is on an official visit on behalf of Prime Minister (PM) Erbakan in response to US Treasury Secretary Rubin's invitation. He will meet with Messrs. Rubin, Summers, and Camdessus. We understand that the US Government invited the PM to help build rapport with the Refah Party. Mr. Adak is a senior member of the Refah (Islamic) Party and the PM's right hand man. In his view, resource mobilization measures rather than structural reforms are needed to solve Turkey's economic problems in the near-term. He believes that the western world and the IFIs are politically biased against Turkey. During Messrs. Linn and Hubloue's visit to Turkey in November, they assured him that the Bank's charter requires that decisions be based solely on economic considerations. Mr. Adak is also the Minister responsible for the development of the GAP Region, which is among the poorest areas in southeastern Turkey. The Minister is on a familiarization visit and does not have a specific agenda. We have two aims for this meeting. One, to deliver a message consistent with that which the US and the IMF will convey, i.e., structural adjustment is urgent. Two, to reaffirm that the Bank is Turkey's friend and ready to help mobilize significant external assistance provided the Government implements structural reforms and improves creditworthiness.

2. **Economic Situation and Prospects.** Turkey's budget and current account deficits deteriorated sharply in 1996 and access to world markets is severely curtailed. Inflation is high, 85 percent, and rising. Citing the poor outlook for effective Government action to correct the economic course, in late 1996, JCR and S&P lowered Turkey's sovereign rating from BB+ to BB and B+ to B respectively. With a large scheduled increase in external debt service obligations beginning in 1998, the risk of a financial crisis has grown significantly. The fiscal position is likely to deteriorate further in 1997. The 1997 budget has been "balanced" largely on the basis of unrealistic projections of privatization receipts and assets sales, and an assumed sharp decline in borrowing costs. Receipts are likely to fall well short of targets, not least because of political opposition. The Government is making genuine efforts to accelerate privatization. However, policy actions and proposals in other areas are either inadequate or likely to make the situation worse.

3. **Topics you may wish to discuss:**

- The Bank has been following closely the Government's efforts to deal with the extremely difficult economic situation it inherited. In particular, the Bank shares the Government's concern about the need to avert a financial crisis. We welcome the Government's increased emphasis on privatization. The Government needs to attach equally high priority to reform of social security, expenditure and tax policies, and agriculture subsidies.
- The Bank is ready to provide very substantial technical and financial assistance to support the Turkish Government's efforts to set the economy on a sustained growth path. The Bank could also be instrumental in helping Turkey to mobilize substantial private capital and official aid from other sources (through cofinancing, guarantees, and a good-housekeeping seal). Bank terms have become extremely attractive, and the Bank and the Government are jointly formulating a new

7 Bill from the above -

country assistance strategy (CAS). The intent is to accelerate the utilization of Bank funds already lent to Turkey, since it is the quickest way to increase Bank support, and design new assistance to better achieve results on the ground.

- A significant increase in Bank support is possible only if the Government decisively implements much stronger structural reforms.
- The Bank would also like to reaffirm support for the Government's social development and poverty alleviation efforts. In particular, under Mr. Adak's leadership, we look forward to increasing Bank support for economically viable investments in the GAP region to diversify its economy and raise incomes and living standards.

S. Mehra (EC1CO)

January 10, 1997

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Attachments

Biographical Information

Fehim Adak

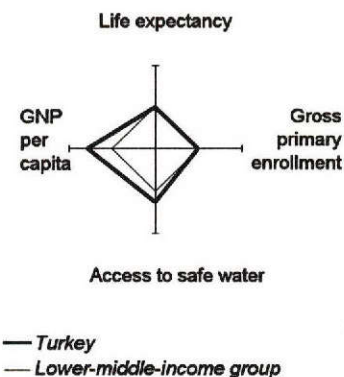
Current Position:	State Minister since July 1996 Reporting Agencies: GAP Administration (responsible for development of a part of southeastern Turkey), Nuclear Energy Agency and National Productivity Centre
Professional Experience:	Served as a former Minister of Commerce, Public Works, Agriculture and Rural Affairs
Education:	Civil engineer
Personal:	Born in 1931

Turkey at a glance

POVERTY and SOCIAL

	Turkey	Europe & Central Asia	Lower-middle-income
Population mid-1995 (millions)	62.0	488	1,154
GNP per capita 1995 (US\$)	2,670	2,240	1,700
GNP 1995 (billions US\$)	165.5	1,093	1,962
Average annual growth, 1990-95			
Population (%)	2.0	0.4	1.4
Labor force (%)	2.3	0.6	1.7
Most recent estimate (latest year available since 1989)			
Poverty: headcount index (% of population)	..	..	..
Urban population (% of total population)	69	65	56
Life expectancy at birth (years)	67	68	67
Infant mortality (per 1,000 live births)	65	23	36
Child malnutrition (% of children under 5)	..	..	..
Access to safe water (% of population)	92	..	73
Illiteracy (% of population age 15+)	12	..	..
Gross primary enrollment (% of school-age population)	103	97	104
Male	107	97	105
Female	98	97	101

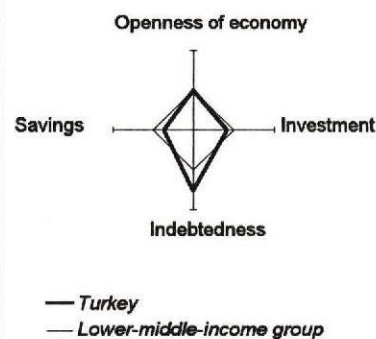
Development diamond*



KEY ECONOMIC RATIOS and LONG-TERM TRENDS

	1975	1985	1994	1995
GDP (billions US\$)	36.0	52.8	130.4	165.2
Gross domestic investment/GDP	23.2	21.0	24.5	23.6
Exports of goods and non-factor services/GDP	5.6	21.1	22.4	22.1
Gross domestic savings/GDP	15.0	17.8	22.0	17.4
Gross national savings/GDP	18.5	15.3	22.0	20.9
Current account balance/GDP	-4.6	-1.9	2.0	-1.4
Interest payments/GDP	0.3	2.5	3.0	2.6
Total debt/GDP	14.1	49.3	50.3	44.4
Total debt service/exports	11.3	35.0	32.1	27.3
Present value of debt/GDP	..	..	44.9	..
Present value of debt/exports	..	..	179.9	..
(average annual growth)				
GDP	2.9	4.3	-5.5	7.3
GNP per capita	2.9	1.4	-7.9	5.3
Exports of goods and nfs	15.8	6.6	15.2	6.7

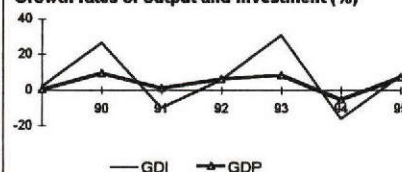
Economic ratios*



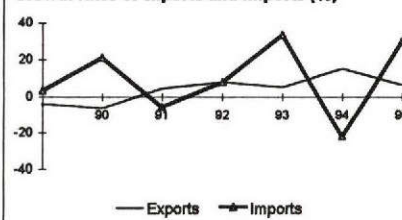
STRUCTURE of the ECONOMY

	1975	1985	1994	1995
(% of GDP)				
Agriculture	35.8	20.4	16.0	15.9
Industry	14.7	21.2	24.6	24.9
Manufacturing	12.5	17.7	20.2	20.9
Services	49.5	58.4	59.4	59.2
Private consumption	72.7	73.6	66.3	71.5
General government consumption	12.3	8.6	11.7	11.1
Imports of goods and non-factor services	13.7	23.8	20.4	25.0
(average annual growth)				
Agriculture	2.3	2.5	-0.6	2.7
Industry	3.3	4.9	-3.9	10.1
Manufacturing	3.2	5.4	-5.6	11.6
Services	3.3	4.1	-3.6	5.3
Private consumption	2.2	4.6	-5.3	7.6
General government consumption	4.0	2.3	-3.5	6.7
Gross domestic investment	-0.5	4.7	-15.9	8.3
Imports of goods and non-factor services	0.8	7.1	-21.9	30.0
Gross national product	5.3	3.5	-6.1	8.1

Growth rates of output and investment (%)



Growth rates of exports and imports (%)

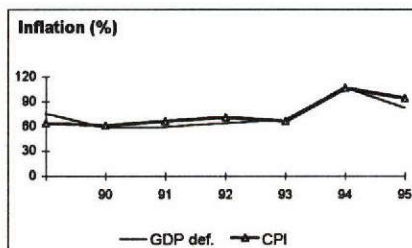


Note: 1995 data are preliminary estimates.

* The diamonds show four key indicators in the country (in bold) compared with its income-group average. If data are missing, the diamond will be incomplete.

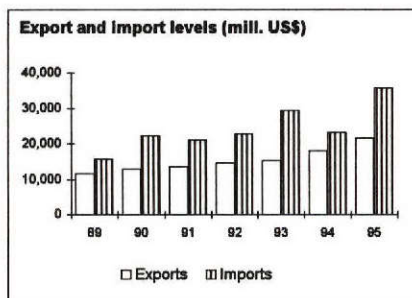
PRICES and GOVERNMENT FINANCE

	1975	1985	1994	1995
Domestic prices				
(% change)				
Consumer prices	19.2	..	106.3	93.6
Implicit GDP deflator	16.2	43.9	106.5	81.9
Government finance				
(% of GDP)				
Current revenue	..	..	19.4	18.4
Current budget balance	..	..	-1.8	-2.9
Overall surplus/deficit	..	..	-8.2	-6.5



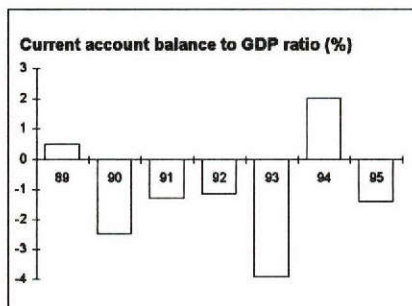
TRADE

	1975	1985	1994	1995
(millions US\$)				
Total exports (fob)	1,401	7,959	18,106	21,636
Other agriculture	..	..	1,765	2,214
Textiles	..	..	6,286	8,158
Manufactures	..	..	9,091	10,766
Total imports (cif)	4,739	11,344	23,270	35,709
Food	..	..	1,178	2,376
Fuel and energy	..	..	3,755	4,532
Capital goods	..	..	6,895	20,807
Export price index (1987=100)	..	..	100	114
Import price index (1987=100)	..	..	97	114
Terms of trade (1987=100)	..	..	103	100



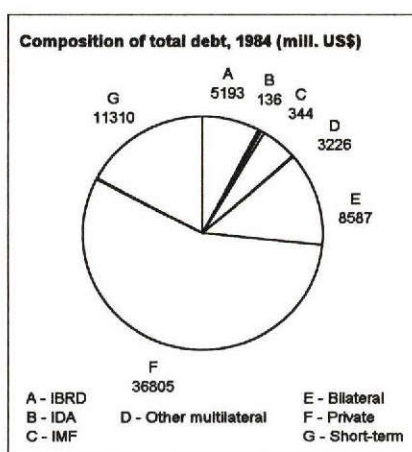
BALANCE of PAYMENTS

	1975	1985	1994	1995
(millions US\$)				
Exports of goods and non-factor services	2,018	11,119	29,191	36,581
Imports of goods and non-factor services	4,979	12,661	26,619	40,601
Resource balance	-2,961	-1,542	2,572	-4,020
Net factor income	-164	-1,233	656	1,958
Net current transfers	1,477	1,762	-597	-277
Current account balance, before official transfers	-1,648	-1,013	2,631	-2,339
Financing items (net)	971	1,137	-2,425	6,997
Changes in net reserves	677	-124	-206	-4,658
Memo:				
Reserves including gold (mill. US\$)	1,444	2,318	17,712	24,357
Conversion rate (local/US\$)	14.4	522.0	29,669.8	45,678.4



EXTERNAL DEBT and RESOURCE FLOWS

	1975	1985	1994	1995
(millions US\$)				
Total debt outstanding and disbursed	5,059	25,660	65,601	73,278
IBRD	288	3,432	5,193	4,940
IDA	144	178	136	130
Total debt service	377	3,961	9,371	9,970
IBRD	31	400	1,218	1,280
IDA	2	5	7	7
Composition of net resource flows				
Official grants	18	162	346	1,033
Official creditors	165	424	..	..
Private creditors	-11	-14	..	..
Foreign direct investment	114	99	559	772
Portfolio equity	0	0	1,158	1,724
World Bank program				
Commitments	158	839	250	162
Disbursements	108	636	343	422
Principal repayments	12	159	806	888
Net flows	97	477	-463	-465
Interest payments	21	246	413	392
Net transfers	76	231	-876	-857



Turkey - Bank Group Fact Sheet
Bank Program, FY1994-2000

Category	Past		Current		Planned ^a		
	1994	1995	1996	1997	1998	1999	2000
Commitments (US\$m)	100.0	250.0	312.0	270.0	420.0	450.0	470.0
<i>Sector (%)^b</i>							
Agriculture	0.0	0.0	0.0	7.4	11.9	0.0	36.2
Basic Health	0.0	60.0	0.0	0.0	0.0	26.7	0.0
Education	0.0	0.0	0.0	0.0	0.0	26.7	0.0
Energy	0.0	0.0	0.0	1.9	0.0	2.2	0.0
Health	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Industry	0.0	0.0	0.0	74.1	11.9	0.0	0.0
Other Finance	0.0	0.0	0.0	16.7	0.0	0.0	21.3
Pollution/Waste Mgmt	0.0	0.0	0.0	0.0	3.6	4.4	0.0
Power	0.0	0.0	0.0	0.0	47.6	22.2	0.0
Public Sector Manage	100.0	0.0	19.9	0.0	4.8	0.0	0.0
Transportation	0.0	0.0	80.1	0.0	0.0	0.0	21.3
Urban	0.0	0.0	0.0	0.0	11.9	0.0	21.3
Water Supply & Sewag	0.0	40.0	0.0	0.0	8.3	17.8	0.0
TOTAL	100.0	100.0	100.0	100.0	100.0	100.0	100.0
<i>Lending instrument (%)</i>							
Adjustment loans ^c	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Specific investment loans and others	100.0	100.0	100.0	100.0	100.0	100.0	100.0
TOTAL	100.0	100.0	100.0	100.0	100.0	100.0	100.0
<i>Disbursements (US\$m)</i>							
Adjustment loans ^c	4.5	0.0	0.0	0.0	0.0	0.0	0.0
Specific investment loans and others	381.6	287.8	611.0	300.0	320.0	350.0	400.0
Repayments (US\$m)	753.4	866.5	859.2	407.1	0.0	0.0	0.0
Interest (US\$m)	422.0	413.6	368.5	164.5	0.0	0.0	0.0

^a Ranges that reflect the base-case (i.e., most likely) Scenario. for IDA countries, planned commitments are not presented by FY but as a three-year-total range; the figures are shown in brackets. A footnote indicates if the pattern of IDA lending has unusual characteristics (e.g., a high degree of frontloading, backloading, or lumpiness). For blend countries, planned IBRD and IDA commitments are presented for each year as a combined total.

^b for future lending, rounded to the nearest 0 or 5%. To convey the thrust of country strategy more clearly, staff may aggregate sectors.

^c Structural adjustment loans, sector adjustment loans, and debt service reduction loans.

Note:

Disbursement data is updated at the end of the first week of the month.

Turkey - IFC and MIGA Program, FY94-97

Category	Past			
	1994	1995	1996	1997
IFC approvals (US\$m)	120.15	89.10	160.81	47.00
Sector (%)				
Financial Services	25.00	34.00	26.00	100.00
Food & Agro-Business	20.00	0.00	1.00	0.00
Infrastructure	8.00	39.00	0.00	0.00
Manufacturing	12.00	0.00	64.00	0.00
Mining & Metals	34.00	10.00	10.00	0.00
Textiles	0.00	17.00	0.00	0.00
TOTAL	100.00	100.00	100.00	100.00
Investment instrument (%)				
Loans	93.00	90.00	94.00	100.00
Equity	3.00	9.00	3.00	0.00
Quasi-Equity ^a	4.00	2.00	3.00	0.00
Other	0.00	0.00	0.00	0.00
TOTAL	100.00	100.00	100.00	100.00
MIGA guarantees (US\$m)	71.00	93.00	82.00	82.00
MIGA commitments (US\$m)	0.00	30.00	0.00	0.00

^aIncludes quasi-equity types of both loan and equity instruments.

Status of Bank Group Operations in Turkey

IBRD Loans and IDA Credits in the Operations Portfolio

Project ID	Loan or Credit No.	Fiscal Year	Borrower	Purpose	Original Amount in US\$ Millions				Difference Between expected and actual disbursements a/	Last ARPP Supervision Rating b/ Development Objectives Implementation Progress	
					IBRD	IDA	Cancellations	Undisbursed			
Number of Closed Loans/credits: 122											
Active Loans											
TR-PE-8988	L29220	1988	GOVT. OF TURKEY	IND. TRAIN. II	115.80	0.00	0.00	8.05	8.05	S	S
TR-PE-9034	L28880	1988	ISKI (ISTANBUL WS & S AUT	ISTANBUL WATER SUPPL	218.00	0.00	0.00	27.54	27.54	S	S
TR-PE-9056	L30770	1989	REPUBLIC OF TURKEY	AGROINDUSTRY	150.00	0.00	0.00	2.88	2.88	S	S
TR-PE-9030	L30570	1989	GOVERNMENT	HEALTH I	75.00	0.00	0.00	28.74	26.74	HS	HS
TR-PE-9029	L31920	1990	GOVERNMENT OF TURKEY	NATIONAL EDUCATION D	90.20	0.00	0.00	61.23	60.93	U	U
TR-PE-8974	L31770	1990	REPUBLIC OF TURKEY	AG.EXTN. II	63.00	0.00	0.00	19.53	17.03	S	S
TR-PE-9061	L31510	1990	ANKARA WS&S GEN. DIRECTOR	ANKARA SEWERAGE	173.00	0.00	46.00	55.90	89.90	S	S
TR-PE-9036	L33460	1991		PRIVATE INVESTMENT C	200.00	0.00	0.00	15.69	15.69	U	S
TR-PE-9071	L33451	1991	TEAS/TEDAS	TEK RESTRUCT.	40.00	0.00	0.00	39.95	-.05	S	S
TR-PE-9071	L33450	1991	TEAS/TEDAS	TEK RESTRUCT.	260.00	0.00	0.00	100.85	100.95	S	S
TR-PE-9051	L33240	1991	GOVT OF TURKEY	STATE AND PROVINCIAL	300.00	0.00	50.00	17.30	57.30	S	S
TR-PE-9058	L32960	1991	GOV. OF TURKEY	TECHNOLOGY DEVELOPME	100.00	0.00	0.00	58.10	58.10	S	S
TR-PE-9097	L34770	1992	GOT	TA FOR TREASURY DATA	9.20	0.00	0.00	2.71	-6.49	S	S
TR-PE-9044	L34720	1992	REPUBLIC OF TURKEY	AGRIC. RESEARCH	55.00	0.00	0.00	45.54	39.04	U	U
TR-PE-9023	L35670	1993	REPUBLIC OF TURKEY	E. ANATOLIA WATERSHE	77.00	0.00	0.00	64.93	35.23	S	S
TR-PE-9065	L35660	1993	MUN. OF BURSA/BUSKI	BURSA WATER & SANITA	12.50	0.00	0.00	8.78	.63	S	S
TR-PE-9065	L35650	1993	MUN. OF BURSA/BUSKI	BURSA WATER & SANITA	117.00	0.00	0.00	93.73	17.19	S	S
TR-PE-9064	L35410	1993	GOVERNMENT	EMPLOYMENT & TRAININ	67.00	0.00	0.00	49.43	11.83	S	S
TR-PE-9099	L35110	1993	GOVT. OF TURKEY	EARTHQUAKE RECONSTRU	285.00	0.00	0.00	103.25	13.25	S	S
TR-PE-9102	L37280	1994	GOT	PRIVATIZATION IMPLEM	100.00	0.00	0.00	84.66	59.66	U	U
TR-PE-9093	L38936	1995	ANTALYA WATER SUPPLY AND	ANTALYA WATER SUPPLY	100.00	0.00	0.00	97.77	-2.23	S	S
TR-PE-9076	L38020	1995	GOVERNMENT	HEALTH II	150.00	0.00	0.00	141.70	43.30	S	S
TR-PE-38091	L40490	1996	GOVERNMENT OF TURKEY	ROAD IMPR. & SAFETY	100.00	0.00	0.00	92.04	-7.96		
TR-PE-38091	L40480	1996	GOVERNMENT OF TURKEY	ROAD IMPR. & SAFETY	150.00	0.00	0.00	150.00	0.00		
TR-PE-35759	L39420	1996	GOVERNMENT OF TURKEY	PUBLIC FINAN. MGT.	62.00	0.00	0.00	61.54	4.64	S	S
TR-PE-45073	L40890	1997	GOVERNMENT OF TURKEY	OIL PIPELINE ENG.	5.00	0.00	0.00	5.00	0.00		
Total					3,074.70	0.00	96.00	1,436.83	673.13		
				Active Loans	Closed Loans	Total					
Total Disbursed (IBRD and IDA):				1,541.87	8,391.97	9,933.84					
of which has been repaid:				232.24	5,819.94	6,052.18					
Total now held by IBRD and IDA:				2,746.46	2,581.50	5,327.96					
Amount sold :				0.00	3.55	3.55					
Of which repaid :				0.00	3.55	3.55					
Total Undisbursed :				1,436.83	9.03	1,445.86					

a. Intended disbursements to date minus actual disbursements to date as projected at appraisal.

b. Rating of 1-4: see OD 13.05. Annex D2. Preparation of Implementation Summary (Form 590). Following the FY94 Annual Review of Portfolio performance (ARPP), a letter based system will be used (HS = highly Satisfactory, S = satisfactory, U = unsatisfactory, HU = highly unsatisfactory): see proposed Improvements in Project and Portfolio Performance Rating Methodology (SecM94-901), August 23, 1994.

Turkey
STATEMENT OF IFC's
Committed and Disbursed Portfolio
 As of 11/30/96
 In Millions US Dollars

FY Approval	Company	Committed				Disbursed			
		IFC		Quasi	Partic	IFC		Quasi	Partic
		Loan	Equity			Loan	Equity		
1979	Trakya Cam	0.00	0.00	1.57	0.00	0.00	0.00	1.57	0.00
1981	Kirklareli	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1982	Trakya Cam	0.00	0.00	.40	0.00	0.00	0.00	.40	0.00
1983	Pinar ET	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1983	Trakya Cam	0.00	0.00	.28	0.00	0.00	0.00	.28	0.00
1986	Guney	2.72	0.00	0.00	0.00	2.72	0.00	0.00	0.00
1986	Silkar Turizm	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1988	Elginkan	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1988	IGFK	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1988	Kiris	13.86	0.00	0.00	0.00	13.86	0.00	0.00	0.00
1989	Kirklareli	4.21	0.00	0.00	0.00	4.21	0.00	0.00	0.00
1989	Ram	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1989	SKST	5.00	0.00	0.00	0.00	5.00	0.00	0.00	0.00
1989	Trakya Cam	4.11	0.00	2.72	2.00	4.11	0.00	2.72	2.00
1990	ABN-MLF-Eczaciba	.38	0.00	0.00	.75	.38	0.00	0.00	.75
1990	Conrad	19.43	4.00	0.00	10.67	19.43	4.00	0.00	10.67
1990	F S P (Kamelya)	8.75	0.00	2.72	0.00	8.75	0.00	2.72	0.00
1990	IGFK	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1990	Kepez Elektrik	18.22	0.00	0.00	0.00	18.22	0.00	0.00	0.00
1990	Kiris	10.49	0.00	0.00	0.00	10.49	0.00	0.00	0.00
1990	Koy-Tur	7.82	4.00	0.00	0.00	7.82	4.00	0.00	0.00
1990	Silkar Turizm	6.09	0.00	4.89	7.08	6.09	0.00	4.89	7.08
1991	ELBO	7.37	0.00	0.00	.84	7.37	0.00	0.00	.84
1991	Kula	18.45	0.00	0.00	0.00	18.45	0.00	0.00	0.00
1991	Mis Sut Sanayi	5.00	0.00	5.00	0.00	5.00	0.00	5.00	0.00

FY Approval	Company	Committed				Disbursed			
		IFC		Quasi	Partic	IFC		Quasi	Partic
		Loan	Equity			Loan	Equity		
1991	NASCO	15.00	2.50	0.00	5.00	15.00	2.50	0.00	5.00
1991	Trakya Cam	0.00	0.00	.49	0.00	0.00	0.00	.49	0.00
1992	Cayeli Bakir	29.40	0.00	0.00	37.25	29.40	0.00	0.00	37.25
1992	Koy-Tur	0.00	0.00	.13	0.00	0.00	0.00	.13	0.00
1992	Ram	15.00	0.00	0.00	0.00	15.00	0.00	0.00	0.00
1993	Conrad	2.68	0.00	.29	1.56	1.33	0.00	.29	1.56
1993	Elginkan	9.53	0.00	0.00	0.00	9.53	0.00	0.00	0.00
1993	IGFK	2.77	0.00	0.00	0.00	2.77	0.00	0.00	0.00
1993	Medya	8.69	0.00	0.00	0.00	8.69	0.00	0.00	0.00
1993	Sise Ve Cam	4.54	0.00	0.00	1.25	4.54	0.00	0.00	1.25
1993	Turkiye Garanti	20.00	0.00	0.00	0.00	20.00	0.00	0.00	0.00
1994	Assan	15.60	0.00	0.00	0.00	15.60	0.00	0.00	0.00
1994	AYTAC	7.33	2.00	0.00	9.17	7.33	2.00	0.00	9.17
1994	Borcelik	25.00	6.87	0.00	0.00	25.00	6.87	0.00	0.00
1994	Cerrahogullari	6.05	0.00	0.00	0.00	6.05	0.00	0.00	0.00
1994	CBS Holding	8.00	0.00	0.00	0.00	5.50	0.00	0.00	0.00
1994	Demirbank	8.57	0.00	0.00	0.00	8.57	0.00	0.00	0.00
1994	Garanti Leasing	7.00	0.00	0.00	0.00	7.00	0.00	0.00	0.00
1994	Global Security	0.00	.53	0.00	0.00	0.00	.53	0.00	0.00
1994	Isvire Hayat	0.00	.41	0.00	0.00	0.00	.41	0.00	0.00
1994	Pinar ET	4.66	0.00	0.00	0.00	4.66	0.00	0.00	0.00
1994	Pinar SUT	5.00	0.00	0.00	0.00	5.00	0.00	0.00	0.00
1994	Tekfen	5.00	0.00	0.00	0.00	5.00	0.00	0.00	0.00
1995	Arcelik	8.00	0.00	0.00	0.00	8.00	0.00	0.00	0.00
1995	CBS Boya Kimya	0.00	3.00	0.00	0.00	0.00	3.00	0.00	0.00
1995	Ekspres Bank	10.00	0.00	0.00	0.00	10.00	0.00	0.00	0.00
1995	Global Security	0.00	.47	0.00	0.00	0.00	.47	0.00	0.00

FY Approval	Company	Committed				Disbursed			
		IFC		Quasi	Partic	IFC		Quasi	Partic
		Loan	Equity			Loan	Equity		
1995	Turk Ekon Bank	12.50	0.00	0.00	9.38	12.50	0.00	0.00	9.38
1995	TDD	2.00	0.00	0.00	0.00	2.00	0.00	0.00	0.00
1995	Yalova Acrylic	15.00	0.00	0.00	8.00	14.00	0.00	0.00	7.00
1996	Arcelik	40.00	0.00	0.00	40.00	20.00	0.00	0.00	20.00
1996	Borcelik	0.00	.73	0.00	0.00	0.00	.73	0.00	0.00
1996	CBS Boya Kimya	0.00	.65	0.00	0.00	0.00	.65	0.00	0.00
1996	CBS Printas	0.00	.62	0.00	0.00	0.00	.62	0.00	0.00
1996	Demirbank	15.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1996	Global Security	0.00	1.50	0.00	0.00	0.00	1.50	0.00	0.00
1996	Kocbank	10.00	0.00	0.00	60.00	10.00	0.00	0.00	60.00
1996	Koclease	15.00	0.00	0.00	0.00	15.00	0.00	0.00	0.00
1996	Medya	0.00	0.00	4.99	0.00	0.00	0.00	4.99	0.00
1996	Mis Sut Sanayi	0.00	.92	0.00	0.00	0.00	.92	0.00	0.00
1996	Sise Ve Cam	30.36	0.00	0.00	0.00	17.98	0.00	0.00	0.00
1996	Trakya Cam	0.00	.76	0.00	0.00	0.00	.76	0.00	0.00
1997	Demir Leasing	10.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1997	Finans Leasing	6.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1997	Toprak Leasing	8.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1997	Yapi Kredi Lease	8.06	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Pending Commitments									
1996	* CAYELI EXPANSION	15.00	0.00	0.00	0.00				
1996	* ELDOR II	6.00	0.00	0.00	0.00				
1996	* ELGINKAN III	20.00	0.00	0.00	10.00				
1995	* ENTEK - KOC	25.00	0.00	0.00	55.00				
1997	* KORFEZBANK-MOF	15.00	0.00	0.00	30.00				
1996	* TCRA	0.00	.10	0.00	0.00				