

# GENERAL AGREEMENT ON

## TARIFFS AND TRADE

RESTRICTED

L/6450/Add.2/Suppl.1

29 September 1989

Limited Distribution

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Original: English

### SUBSIDIES

#### Notifications Pursuant to Article XVI:1

#### TURKEY

#### Supplement

The following amendments should be made to update the information contained in L/6450/Add.2.

1. Replace the third sub-paragraph of 1.(a) (page 2) with the following:

There are mainly two credit schemes which are export rediscount credit and credits of Eximbank, (post-shipment and pre-shipment export credits).

2. After the last sub-paragraph of 1.(a) (page 3), the following should be added:

The pre-shipment export credit programme which came into effect on 1 March 1989, with the aim of supporting producers of export related goods from the manufacturing stage is also by Eximbank.

3. Replace the last sub-paragraph 1.(b) (page 3) with the following:

Post-shipment export credit is extended by Eximbank against customs clearance declarations by using the commercial banks as intermediary agents. The credit is extended for the export of industrial goods which have a FOB value of at least US \$ 25.000 for each customs clearance declaration. The credit amount can not exceed 20 per cent of the FOB export value and the maturity of the credit is three months. The interest rate is 35 per cent.

Pre-shipment export credit, extended by Eximbank has a maximum of 120 days maturity. The credit amount is up to 70 per cent of the FOB export value. The exporters are granted to credit on condition that they submit a foreign exchange commitment. Evidence of the fulfilment of the commitment is to be in the form of customs declaration and foreign exchange receipts. Different interest rates of the credit are fixed at 41, 43, 45 and 48 per cent according to whether the credit period is for 30, 60, 90 or 120 days.

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4. In the first sub-paragraph of 3.(a) (page 5), place the following after the words, "Law No:3482":

"and the Council of Ministers Decree numbered 89/14073, published in the Official Gazette dated May 20, 1989."

5. Replace the first sub-paragraph of 3.(b) (page 6) with the following:

Corporate tax exemption applies to the producer-exporters of industrial products whose annual exports earnings are above US \$ 250.000; to the producer-exporters of fresh fruits and vegetables and fishery products, and foreign exchange earnings in respect of freight.