ECONOMIC REFORMS ACTION PLAN

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
1. PUBLIC FINANCE					
1.1. Discipline in Public Expenditure Will Be Ensured.					
1.1.a.	Within the context of simplifying the budget preparation process, the Medium Term Program (MTP) and the Medium Term Fiscal Plan (MTFP) will be merged into a single document.	Presidency of Strategy and Budget	Ministry of Treasury and Finance	Law	30.06.2021
1.1.b.	The "Public Finance Report", which includes the budget implementation results, fiscal policy developments and targets, will be announced quarterly to the public.	Ministry of Treasury and Finance	Presidency of Strategy and Budget	Administrative Decree	The report containing the developments for the first quarter of 2021 will be published in May 2021. Continue to be published quarterly.
1.1.c.	Special Account Implementations will be removed gradually except the ones that are urgent and mandatory due to the nature of service.	Presidency of Strategy and Budget	Ministry of Treasury and Finance	Law (Law No. 5018)	30.06.2021
			Ministry of Treasury and Finance Public Administrations that have Special Account Implementations	Law (Among the Special Account Implementation included in the Budget Law, those that do not comply with the amendment to the Law No.	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
				5018 will be liquidated as of 01.01.2022.)	
			Ministry of Treasury and Finance Public Administrations that have Special Account Implementations	Law (Among the Special Account Implementation included in various laws, those do not comply with the amendment to be made in Law No. 5018 will be liquidated as of 01.01.2022.)	30.06.2021
1.1.d.	Revolving Funds will be gradually included in the central government budget, starting from the 2022 budget, and the scope of the budget right will be expanded.	Presidency of Strategy and Budget	Ministry of Treasury and Finance	Law Administrative Decree	31.12.2021
1.1.e.	Revolving fund enterprises will be reviewed; inefficient revolving fund enterprises will be annulled.	Ministry of Treasury and Finance	Institutions with Revolving Funds	Presidential Decision Presidential Decree Administrative Decree	31.12.2022
1.1.f.	Fiscal discipline will be strengthened by making regulations which prevent increase in the debt stocks of local governments and ensure debt sustainability of local governments.	Ministry of Treasury and Finance	Ministry of Environment and Urbanization Ministry of Interior	Law	31.12.2021

Action No	**Action**	**Responsible Institution/Organization**	**Relevant Institution/Organization**	**Regulation**	**Completion Date**
1.1.g.	In order to deliver social assistance efficiently, all social assistance data (including those provided by municipalities) will be integrated into the Integrated Social Assistance System.	Ministry of Family and Social Services	Ministry of Interior Ministry of Environment and Urbanization Municipalities	Law	30.06.2022
1.1.h.	Strict restrictions will be imposed on expenditure items such as vehicle purchases and rental expenses, representation and hosting expenses in the public sector.	Ministry of Treasury and Finance	Presidency of Administrative Affairs Presidency of Strategy and Budget	Administrative Decree	30.06.2021
1.1.i.	As a requirement of the Presidential Government System, the organization of public institutions will be further strengthened by taking the management efficiency and effectiveness into account.	Vice Presidency	Presidency of Administrative Affairs Presidency of Strategy and Budget Ministry of Labor and Social Security Ministry of Treasury and Finance Other Relevant Public Institutions	Law Presidential Decree	31.12.2021 (First Phase) and Permanent
1.1.j.	It will be ensured that all the process and procedures regarding the public personnel are carried out by a single administration.	Human Resources Office of the Republic of Turkey Presidency of Administrative Affairs	Presidency of Strategy and Budget Ministry of Treasury and Finance	Law Presidential Decree	30.06.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
			Ministry of Labor and Social Security		
1.1.k.	Public administrations' foreign missions will be reviewed within the framework of effectiveness and efficiency principles.	Vice Presidency	Presidency of Strategy and Budget Ministry of Treasury and Finance Ministry of Labor and Social Security Ministry of Foreign Affairs	Law Presidential Decree Presidential Decision	31.12.2021
1.2. Public Debt Management Will Be Strengthened.					
1.2.a.	The accounts of institutions excluded from the use of Treasury will be transferred to the "Treasury Single Account System", and efficiency of cash management will be increased.	Ministry of Treasury and Finance	Relevant Public Institutions and Organizations	Administrative Decree	30.06.2021
1.2.b.	The share of foreign currency denominated debt in total debt stock will be reduced.	Ministry of Treasury and Finance		Administrative Decree	Permanent
1.2.c.	The average maturity of borrowing will be extended, and the share of fixed rate and TRY denominated instruments in the borrowing composition will be increased.	Ministry of Treasury and Finance		Administrative Decree	Permanent

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
1.2.d.	Switch auctions will be used as an efficient debt management tool in order to ensure a balanced debt redemption profile.	Ministry of Treasury and Finance		Administrative Decree	Permanent
1.3. Tax Regulations Will Be Simplified, Investor-Friendly and Predictability Improving Steps Will Be Taken.					
1.3.a.	Tax exemption will be provided to small business owners with low income. Approximately 850 thousand of small business owners (barber, hairdresser, plumber etc.) who are subjected to small business taxation will be exempted from income tax and their declaration obligations will be removed.	Ministry of Treasury and Finance		Law	31.12.2021
1.3.b.	The Tax Procedure Law will be updated to encourage voluntary compliance.	Ministry of Treasury and Finance	Ministry of Justice	Law	31.12.2021
1.3.c.	Taxpayer groups to be included in electronic bookkeeping and electronic document applications will be increased gradually.	Ministry of Treasury and Finance		Administrative Decree	First Phase 31.12.2021 Second Phase 31.03.2022 Third Phase 30.06.2022

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
1.3.d.	Application of "Turkey Digital Tax Office" will be launched for all taxpayers to serve 24/7.	Ministry of Treasury and Finance		Law Administrative Decree	First Phase 31.12.2021 (Law) Second Phase 30.09.2022 (Technical Software) Third Phase 31.12.2022
1.3.e.	The use of the technological innovation will be extended and "Digital Tax Assistant" system will be created.	Ministry of Treasury and Finance		Administrative Decree	31.08.2022
1.3.f.	Avoidance of Double Taxation Agreements will be revised.	Ministry of Treasury and Finance		Law Presidential Decision Administrative Decree	31.12.2022
1.3.g.	The method of "Mutual Agreement Procedure" will be used to solve taxation problems of the international investors related with more than one country.	Ministry of Treasury and Finance		Law	31.12.2021
1.3.h.	Advance Pricing Agreements on transfer pricing will be extended	Ministry of Treasury and Finance		Administrative Decree	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	to increase taxpayers' and administration's predictability of taxation.				
1.3.i.	Overdue debts to the public institutions will be collected by a single administration.	Ministry of Treasury and Finance	Ministry of Labor and Social Security Social Security Institution	Law Administrative Decree	31.12.2022
1.3.j.	Audit durations, including tax refund audits, will be shortened by improving Digital Tax Audit systems.	Ministry of Treasury and Finance		Law Administrative Decree	31.12.2021
1.3.k.	Audit models which are standards-based, predictable and preventing unfair competition will be put into practice.	Ministry of Treasury and Finance		Administrative Decree	31.12.2021
1.4. Public Procurement Auction Process Will Be Reformed.					
1.4.a.	Exceptions in Public Procurement Law no. 4734 will be significantly reduced. Remaining exceptions will be regularly monitored and audited.	Ministry of Treasury and Finance	All Public Institutions and Organizations	Law	31.12.2021
1.4.b.	Sectoral Public Procurement Law will be enacted to regulate procurement of state owned enterprises.	Ministry of Treasury and Finance	State Owned Enterprises Local Government Enterprises Other Public Enterprises	Law	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
1.4.c.	By establishing a certification (qualification) system, criteria determining merits and competences of companies that will participate in public procurements will be disclosed to public.	Ministry of Treasury and Finance	All Public Institutions and Organizations Related Professional Organizations	Law	30.03.2022
1.4.d.	The certification system will be open to all companies which meet the disclosed conditions. Public procurement will be held transparently within the conditions of full competition between companies registered in the certification system.	Ministry of Treasury and Finance	All Public Institutions and Organizations Related Professional Organizations	Administrative Decree	30.06.2022
1.4.e.	Procurement methods which ensure cooperation between public and domestic industries will be introduced.	Ministry of Treasury and Finance	All Public Institutions and Organizations	Law	31.12.2021
1.4.f.	Central Monitoring System will be established under the Executive Committee on Industrial Development to encourage the use of domestic products in public procurement.	Ministry of Industry and Technology	Ministry of Treasury and Finance	Administrative Decree	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
1.4.g.	A specifications pool will be established to increase usage of domestic goods in public procurement.	Ministry of Industry and Technology	Related Ministries	Administrative Decree	Permanent
1.4.h.	Except for obligatory cases, domestic product requirement will be introduced for the procurements carried out through the State Supply Office.	Ministry of Treasury and Finance	Related Ministries	Administrative Decree	31.12.2021
1.5. Public-Private Partnership Framework Law Will Be Enacted.					
1.5.a.	The PPP Framework Law Proposal, which will ensure efficiency, flexibility and integrity in PPP practices, will be completed.	Presidency of Strategy and Budget	Ministry of Treasury and Finance Implementing Organizations	Law	31.12.2021
1.6. State-Owned Enterprises Will Be Reformed.					
1.6.a.	State Owned Enterprises will be reformed.	Ministry of Treasury and Finance	Related Ministries	Law (where necessary) Presidential Decision Administrative Decree	30.06.2022
2. PRICE STABILITY					
2.1. Price Stability Committee Will Be Established.					
2.1.a.	The Price Stability Committee will be established to monitor the	Ministry of Treasury and Finance	Presidency of Strategy and Budget	Presidential Decree	30.06.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	inflation dynamics in order to ensure price stability, to evaluate the shocks that pose risks to the disinflation process, to identify and conduct necessary measures.		Ministry of Energy and Natural Resources Ministry of Industry and Technology Ministry of Agriculture and Forestry Ministry of Trade Central Bank of the Republic of Turkey Turkish Statistical Institute		
2.1.b.	The Committee under the coordination of the Ministry of Treasury and Finance will be composed of the Ministry of Trade, the Ministry of Industry and Technology, the Ministry of Agriculture and Forestry, the Ministry of Energy and Natural Resources, the Presidency of Strategy and Budget and the Central Bank of the Republic of Turkey.				
2.2. Early Warning System Will Be Established.					
2.2.a.	Climate change, natural disasters and changes in crop planting behaviors affect food prices, which have a significant weight in the inflation basket, and cause fluctuations. Early Warning System will be established in order to prevent these fluctuations and reduce their impact on inflation.	Central Bank of the Republic of Turkey	Presidency of Strategy and Budget Ministry of Treasury and Finance Ministry of Agriculture and Forestry Ministry of Trade Turkish Statistical Institute	Administrative Decree	30.09.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
2.3. Food Loss and Waste Will Be Prevented.					
2.3.a.	Products left on croplands and in marketplaces will meet with buyers in a special section of the Digital Agricultural Market (DİTAP).	Ministry of Agriculture and Forestry		Administrative Decree	30.09.2021
2.3.b.	Guidance will be provided through informing documents on production, logistics and retail sectors.	Ministry of Agriculture and Forestry	Ministry of Health Ministry of Trade Non-Governmental Organizations	Administrative Regulation	30.06.2021
2.3.c.	The establishment of cold chain system will be supported to reduce the loss of vegetables and fruits.	Ministry of Trade	Ministry of Agriculture and Forestry	Law Administrative Regulation	30.06.2021
2.3.d.	Food Banking System will be made attractive and widespread to prevent food waste.	Ministry of Agriculture and Forestry	Ministry of Labor and Social Security Ministry of Treasury and Finance Ministry of Trade	Law Administrative Regulation	31.12.2021
2.3.e.	Consumers' awareness on food waste will be increased through social media and other means of communication.	Ministry of Agriculture and Forestry	Ministry of Youth And Sports Ministry of Environment and Urbanization Ministry of Interior	Administrative Regulation	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
			Ministry of National Defense Relevant Public Institutions and Organizations		
2.3.f.	Contractual agriculture mechanisms will be enhanced to to support agricultural production planning, increase predictability in production and prevent price fluctuations. This mechanism will also improve the confidence of farmers and industrialists to the written agreements.	Ministry of Agriculture and Forestry		Law Administrative Regulation	30.09.2021
2.3.g.	The Marketplace Law Proposal will be submitted to the Parliament to reduce agency costs in unprocessed food prices.	Ministry of Trade	Ministry of Agriculture and Forestry Ministry of Environment and Urbanization Municipalities	Law	31.12.2021
2.4. Inflation Inertia Will Be Reduced.					
2.4.a.	Inflation inertia will be reduced by determining administered and guided prices according to inflation target.	Ministry of Treasury and Finance	Presidency of Strategy and Budget Ministry of Energy and Natural Resources	Law (in obligatory cases) Administrative Decree	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
			Ministry of Transport and Infrastructure Ministry of Agriculture and Forestry Central Bank of the Republic of Turkey Turkish Statistical Institute		
3. FINANCIAL SECTOR					
3.1. The Asset Quality of the Banking Sector Will Be Improved.					
3.1.a.	Loan Lifecycle Project will be implemented.	Banking Regulation and Supervision Agency	Bank Association of Turkey Participations Banks Association of Turkey	Administrative Decree	30.09.2021
3.1.b.	Operational restructuring and firm rehabilitation functions will be established in the banking sector for loans under close monitoring.	Banking Regulation and Supervision Agency	Bank Association of Turkey Participations Banks Association of Turkey	Administrative Decree	30.09.2021
3.1.c.	Efforts will be made to establish Venture Capital Funds (VCF) for the rehabilitation of non-performing loans, which have the potential to generate added value and create jobs.	Banking Regulation and Supervision Agency Capital Markets Board	Ministry of Treasury and Finance Bank Association of Turkey Participations Banks Association of Turkey	Law Administrative Decree	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
3.1.d.	Necessary incentive and precautionary mechanisms will be established to derecognize the loans that do not have any possibility to be collected through methods such as sales to Asset Management Companies or write-off from assets.	Banking Regulation and Supervision Agency	Ministry of Treasury and Finance Bank Association of Turkey Participations Banks Association of Turkey Association of Financial Institutions	Law Administrative Decree	31.12.2021
3.1.e.	It will be ensured that the loans classified as close monitoring and NPLs will be transferred to off-balance sheet through securitization by making required legislative amendment.	Banking Regulation and Supervision Agency	Ministry of Treasury and Finance Capital Markets Board	Administrative Decree	30.09.2021
3.2. Capacity of Asset Management Companies (AMCs) Will Be Strengthened.					
3.2.a.	Legal framework will be established for AMCs in order to operate in a stronger basis.	Banking Regulation and Supervision Agency	Ministry of Justice Ministry of Treasury and Finance Capital Markets Board Central Bank of the Republic of Turkey	Law Administrative Decree	31.12.2021
3.2.b.	In order to create a competitive and institutional structure in the sector; stamp tax, fee and Resource Utilization Support	Ministry of Treasury and Finance	Banking Regulation and Supervision Agency	Law	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	Fund deduction exemptions granted to AMCs for five years will be made indefinite.				
3.2.c.	AMCs will be able to become member of the Association of Financial Institutions.	Banking Regulation and Supervision Agency		Law	Completed
3.3. Participation Finance System Will Be Strengthened.					
3.3.a.	A standalone Participation Finance Law will be prepared. With this new Law, the participation finance sector regulated under various laws will be gathered under a single frame. Central Advisory Board will be launched in line with international standards for all sectors under participation finance.	Finance Office, Presidency of the Republic of Turkey Banking Regulation and Supervision Agency	Ministry of Justice Ministry of Treasury and Finance Capital Markets Board Insurance and Private Pension Regulation and Supervision Agency Participations Banks Association of Turkey	Law	31.12.2021
3.3.b.	A "participation finance rating" system will be put into practice to ensure that the compliance levels of participation finance institutions are independently rated in line with participation finance principles.	Finance Office, Presidency of the Republic of Turkey Banking Regulation and Supervision Agency	Ministry of Justice Ministry of Treasury and Finance Capital Markets Board Insurance and Private Pension Regulation and Supervision Agency	Law Administrative Decree	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
			Participations Banks Association of Turkey		
3.3.c.	A participation finance arbitration mechanism in line with international standards will be established in the Istanbul Finance Center (IFC).	Finance Office, Presidency of the Republic of Turkey Ministry of Treasury and Finance	Ministry of Justice Banking Regulation and Supervision Agency Capital Markets Board Insurance and Private Pension Regulation and Supervision Agency Participations Banks Association of Turkey Türkiye Wealth Fund	Law Administrative Decree	31.12.2021
3.4. Institutional Infrastructure of the Financial Sector Will Be Improved.					
3.4.a.	The Risk Center, which contains all financial credit and risk data of Turkey, will be reorganized under the control of the CBRT.	Central Bank of the Republic of Turkey	Bank Association of Turkey	Law Administrative Regulation	30.06.2021
3.4.b.	"TROY", the trademark of Turkey in the card payment systems, will be structured as a separate entity.	Central Bank of the Republic of Turkey	The Interbank Card Center	Administrative Decree	30.06.2021
3.4.c.	Digital (Branchless) Banking licensing (applications) will be enabled.	Banking Regulation and Supervision Agency		Administrative Regulation	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
3.4.d.	CBRT will form the economic, technological and legal infrastructure of digital currency.	Central Bank of the Republic of Turkey	Digital Transformation Office, Presidency of the Republic of Turkey	Law	31.12.2021
3.4.e.	Surveillance mechanism will be established to protect the financial consumer, to strengthen market integrity and competition.	Banking Regulation and Supervision Agency		Administrative Decree	30.06.2021
3.5. Capital Markets Will Be Strengthened.					
3.5.a.	Regulations will be made to strengthen the capital structure of the companies and to encourage equity financing.	Ministry of Treasury and Finance	Capital Markets Board	Law	31.12.2021
3.5.b.	Regulations will be made to facilitate and to encourage the IPO processes of companies.	Capital Markets Board	Turkish Capital Markets Association Borsa İstanbul	Administrative Regulation	31.12.2021
3.5.c.	The necessary regulations for the project finance fund and project-backed securities will be completed. As a result; public service projects in the areas of infrastructure, transportation, energy, communication, health etc. can be financed through	Capital Markets Board	Ministry of Treasury and Finance Bank Association of Turkey Turkish Capital Markets Association	Administrative Regulation	30.06.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	capital markets and participation of citizens to such investments will be made possible.				
3.5.d.	Equity and debt-based crowdfunding practices will be put in practice promptly for innovative companies to ease their access to finance.	Capital Markets Board	Central Securities Depository	Administrative Regulation	30.09.2021
3.5.e.	Green bonds and sukuk issuances will be encouraged by preparing guidelines in line with international standards to finance environmentally sensitive investments.	Capital Markets Board	Finance Office, Presidency of the Republic of Turkey Borsa İstanbul	Administrative Regulation	31.12.2021
3.5.f.	Trading of pension investment funds on the Turkey Electronic Fund Distribution Platform will be enabled so that citizens can buy and sell all funds in the private pension system.	Capital Markets Board	Insurance and Private Pension Regulation and Supervision Agency Takasbank Association of the Insurance, Reinsurance and Pension Companies	Administrative Regulation	30.09.2021
3.5.g.	Investor accounts that have been transferred to the Investor Compensation Center due to the statute of limitations will be returned to right holders upon their request, thereby property	Capital Markets Board	Central Securities Depository Takasbank	Law Administrative Regulation	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	rights will be protected (excluding cases involving crimes related to terrorism, drug trafficking, money laundering).				
3.5.h.	Bond Guarantee Fund will be established. Thus, the bond issuance of real sector companies will be facilitated.	Capital Markets Board	The Investor Compensation Center	Law Administrative Regulation	31.12.2021
3.5.i.	Regulations will be made to ensure that those under the age of 18 are included in the private pension system.	Insurance and Private Pension Regulation and Supervision Agency		Law	30.06.2021
3.5.j.	With the Private Pension System (PPS), special guarantees such as health, life and education insurance will be provided in the form of an integrated guarantee package with attractive terms.	Insurance and Private Pension Regulation and Supervision Agency		Law	30.09.2021
3.5.k.	The savings kept in non-PPS private pension funds (provident funds, foundations etc.) will be allowed to be transferred to PPS with attractive terms by the end of 2023.	Insurance and Private Pension Regulation and Supervision Agency		Law	30.06.2021

Action No	**Action**	**Responsible Institution/Organization**	**Relevant Institution/Organization**	**Regulation**	**Completion Date**
			3.6. Financial Inclusion Will Be Enhanced.		
3.6.a.	A Fintech Strategy Document will be prepared to determine the roadmap for making arrangements to support the development of the sector by establishing an authorized structure that will facilitate the necessary coordination and cooperation to lead the development of the field of financial technology.	Finance Office, Presidency of the Republic of Turkey Ministry of Treasury and Finance	Ministry of Industry and Technology Banking Regulation and Supervision Agency Capital Markets Board Central Bank of the Republic of Turkey Insurance and Private Pension Regulation and Supervision Agency	Law Administrative Regulation	31.12.2021
3.6.b.	Fintech institutions operating in the payment industry's access to payment systems operated by the CBRT and public databases will be provided.	Central Bank of the Republic of Turkey		Administrative Decree	31.12.2021
3.6.c.	Payment and electronic money institutions will be represented at the Interbank Card Center (BKM).	Central Bank of the Republic of Turkey	The Interbank Card Center Turkish Payment and Electronic Money Institutions	Administrative Decree	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
3.6.d.	A "regulatory sandbox" in the payment ecosystem will be established to strengthen the position of Istanbul Finance Center to become a global center in Fintech area.	Finance Office, Presidency of the Republic of Turkey Central Bank of the Republic of Turkey	Ministry of Treasury and Finance Ministry of Industry and Technology Türkiye Wealth Fund	Administrative Decree	31.03.2022
3.6.e.	Finance and Technology Base will be established in Istanbul Finance Center to support Fintech initiatives.	Finance Office, Presidency of the Republic of Turkey Ministry of Treasury and Finance	Ministry of Industry and Technology Türkiye Wealth Fund	Presidential Decision	30.06.2022
4. CURRENT ACCOUNT DEFICIT					
4.1. Structural Current Account Deficit Will Be Reduced.					
4.1.a.	With the Credit Guarantee Fund (CGF) warrant, long-term loan support will be provided to those investments based on manufacturing, prioritizing import substitution and exports in 5th and 6th regions.	Ministry of Treasury and Finance Ministry of Industry and Technology Credit Guarantee Fund	Development Investment Bank of Turkey	Administrative Decree	30.06.2021
4.1.b.	Country specific products and support programs will be implemented for manufacturing industry to stimulate further integration to global value chains.	Ministry of Trade Ministry of Industry and Technology	Investment Office, Presidency of the Republic of Turkey Ministry of Treasury and Finance	Administrative Decree	31.12.2021

Action No	**Action**	**Responsible Institution/Organization**	**Relevant Institution/Organization**	**Regulation**	**Completion Date**
4.1.c.	The Presidency of Health Industries under the Presidency of the Republic of Turkey will be established to develop a competitive, innovative and strong health industry.	Vice Presidency	Ministry of Health Ministry of Industry and Technology Ministry of Treasury and Finance Ministry of Labor and Social Security Social Security Institution Pharmaceuticals and Medical Devices Administration of Turkey Health Institutes of Turkey The Scientific and Technological Research Council of Turkey	Law Presidential Decree	31.12.2021
4.1.d.	The Presidency of Software and Hardware Industries under the Presidency of the Republic of Turkey will be established to develop domestic capabilities in new technologies, to promote youth employment and to gain global competitiveness.	Vice Presidency	Digital Transformation Office, Presidency of the Republic of Turkey Human Resources Office of the Republic of Turkey Ministry of Industry and Technology Ministry of Treasury and Finance	Law Presidential Decree	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
4.1.e.	With the amendments in the Energy Efficiency Law; buildings, agriculture and service sectors will be included in the scope of energy efficiency supports.	Ministry of Energy and Natural Resources	Presidency of Strategy and Budget Ministry of Treasury and Finance Ministry of Environment and Urbanization Ministry of Agriculture and Forestry	Law	31.12.2021
4.1.f.	Legal infrastructure for the establishment of electric energy storage facilities will be completed.	Ministry of Energy and Natural Resources Energy Market Regulatory Authority		Secondary Legislation	30.06.2021
4.1.g.	A competitive free market will be achieved by restructuring the natural gas market.	Ministry of Energy and Natural Resources Energy Market Regulatory Authority	Energy Market Regulatory Authority	Law Secondary Legislation	31.12.2021
4.1.h.	By improving the investment environment in mining, oil and natural gas exploration and production, a market environment will be established where investment security is further enhanced.	Ministry of Energy and Natural Resources	Ministry of Environment and Urbanization Ministry of Agriculture and Forestry Ministry of Culture and Tourism Ministry of Industry and Technology Ministry of Interior	Law Presidential Decision Secondary Legislation	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
4.1.i.	Regulations will be enacted to ensure the usage of domestic products in construction works.	Ministry of Industry and Technology Ministry of Environment and Urbanization	Ministry of Treasury and Finance	Secondary Legislation Administrative Regulation	31.12.2021
4.1.j.	Purchase guarantees will be provided for products in strategic sectors in order to ensure local production and technology transfer.	Ministry of Treasury and Finance	Ministry of Industry and Technology	Law	31.12.2021
4.1.k.	Regulations in the fields of FinTech, biotechnology and mobility will be reviewed to pave the way for innovation and commercialization.	Ministry of Industry and Technology	Ministry of Treasury and Finance Ministry of Trade Ministry of Agriculture and Forestry Ministry of Health Ministry of Transport and Infrastructure Ministry of Environment and Urbanization	Law Secondary Legislation	31.12.2021
4.2. Export Base Will Be Enhanced, the Competitiveness of Exporters Will Be Increased.					
4.2.a.	SMEs with high export potential will be encouraged to access to foreign markets.	Ministry of Trade	Ministry of Industry and Technology	Administrative Decree	30.06.2021 (First Application)

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
4.2.b.	Exporters' access to potential markets and distribution channels will be accelerated by opening logistics centers abroad.	Ministry of Trade	Ministry of Transport and Infrastructure	Presidential Decision	31.12.2021
4.2.c.	New Generation Specialized Free Zones will be launched for the production of R&D intensive, high-tech and high value-added goods and services.	Ministry of Trade	Ministry of Industry and Technology	Presidential Decision Administrative Regulation	31.12.2021 (First Application)
4.2.d.	Exporters who produce high value added products will be supported with credit insurance and buyer's credits in countries where they have competitive advantage and high export potential.	Ministry of Trade Ministry of Treasury and Finance	Export Credit Bank of Turkey	Law	31.12.2021
4.2.e.	SMEs' access to finance will be facilitated by ensuring that their receivables guaranteed by the State-Sponsored Credit Insurance System are accepted as collateral by banks.	Banking Regulation and Supervision Agency Insurance and Private Pension Regulation and Supervision Agency	Ministry of Treasury and Finance Türk Reasürans	Law Administrative Decree	31.12.2021
4.2.f.	Infrastructure transformation will be carried out to enable exporters	Export Credit Bank of Turkey	Ministry of Trade	Administrative Decree	30.06.2022

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	to make their Eximbank related transactions through digital channels without branch dependency.				
4.2.g.	Eximbank will be restructured in accordance with the international best practices.	Ministry of Trade Ministry of Treasury and Finance	Export Credit Bank Of Turkey	Law	31.12.2021
4.2.h.	Credit Guarantee Fund will be restructured to support high value-added production and qualified employment with cost-effective and selective loans.	Ministry of Treasury and Finance Credit Guarantee Fund		Administrative Decree	31.12.2021
4.3. Market for Precious Metals and Stones Will Be Established In Line With International Standards					
4.3.a.	Precious Metals and Stones Market will be reorganized with all actors including precious metal brokerages, refineries, jewelers and adjustment houses.	Ministry of Treasury and Finance	Ministry of Trade Financial Crimes Investigation Board Revenue Administration Central Bank of the Republic of Turkey Turkish Statistical Institute Directorate General of Mint and Duty Stamps Borsa İstanbul	Law Administrative Decree	31.12.2021

Action No	**Action**	**Responsible Institution/Organization**	**Relevant Institution/Organization**	**Regulation**	**Completion Date**
4.3.b.	The stages after the import of precious metals will be made more transparent and traceable.	Ministry of Treasury and Finance	Ministry of Trade Turkish Statistical Institute Central Bank of the Republic of Turkey Borsa İstanbul	Administrative Decree	31.12.2021
4.3.c.	Measures will be taken to reduce informality in the market.	Ministry of Treasury and Finance	Ministry of Trade Borsa İstanbul	Administrative Decree	Permanent
4.4. Green Transformation of the Industry Sector Will Be Supported.					
4.4.a.	Green Organized Industrial Zones that have high resource efficiency and meet their own energy need will be established.	Ministry of Industry and Technology	Ministry of Environment and Urbanization Ministry of Energy and Natural Resources	Administrative Regulation	31.12.2022
4.4.b.	National Circular Economy Action Plan will be prepared.	Ministry of Environment and Urbanization	Presidency of Strategy and Budget Ministry of Energy and Natural Resources Ministry of Treasury and Finance Ministry of Industry and Technology Ministry of Trade	Administrative Decree	31.12.2021
4.4.c.	R&D activities will be supported for the development and	Ministry of Industry and Technology	Presidency of Strategy and Budget	Administrative Decree	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	dissemination of green production technologies.		Ministry of Environment and Urbanization Ministry of Energy and Natural Resources Ministry of Treasury and Finance Ministry of Trade The Scientific and Technological Research Council of Turkey		
4.4.d.	The ecosystem that will ensure the development of green finance will be strengthened and efforts will be carried out to increase the share of our country in international green finance.	Ministry of Treasury and Finance	Presidency of Strategy and Budget Related Ministries Central Bank of the Republic of Turkey	Secondary Legislation	31.12.2021
4.4.e.	Environment friendly (sustainable) and smart transportation infrastructure will be developed.	Ministry of Transport and Infrastructure	Ministry of Interior Municipalities	Administrative Decree	31.12.2021
4.4.f.	Electric vehicle charging infrastructure will be established.	Ministry of Energy and Natural Resources Ministry of Industry and Technology	Ministry of Environment and Urbanization Ministry of Treasury and Finance Ministry of Transport and Infrastructure	Law Presidential Decision Secondary Legislation	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
			Energy Market Regulatory Authority Turkish Standards Institution		
4.4.g.	The usage of electric vehicles in public transport and service vehicles will be encouraged.	Ministry of Environment and Urbanization	Ministry of Transport and Infrastructure Ministry of Transport and Infrastructure Ministry of Industry and Technology İller Bank	Presidential Decision	31.12.2021
5. EMPLOYMENT					
5.1. Employment Incentives Will Be Revised.					
5.1.a.	Employment incentives will be reviewed and simplified by detecting the current practices that cause duplication and crowding-out each other.	Ministry of Labor and Social Security Ministry of Treasury and Finance	Human Resources Office of the Republic of Turkey Related Ministries	Law	31.12.2021
5.2. Financial Support Will Be Provided for Additional Employment.					
5.2.a.	Each additional employment created by liquidity-squeeze micro and small-scale companies	Ministry of Treasury and Finance Ministry of Labor and Social Security	Credit Guarantee Fund Social Security Institution Turkish Employment Agency	Law	30.06.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	will be provided with access to a loan of TL100 thousand through CGF guarantee. The upper limit of the loan will be TL500 thousand (for additional 5 employment). The loan will have a maturity of 2-years and a grace period for the first 6 months. For each person added to the employment, the social security and unemployment insurance premiums paid by the company throughout 12 months will be deducted from the loan's interest balance. Thus, companies that create additional employment will have the opportunity to use loans with low financing costs.				
5.2.b.	Employers that benefit from the Cash Wage Support and re-engage their employees in employment will also be included in the Additional Employment Financing Support if they meet necessary conditions.	Ministry of Treasury and Finance Ministry of Labor and Social Security	Credit Guarantee Fund Social Security Institution Turkish Employment Agency	Law	30.06.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
5.3. Steps Will Be Taken to Increase Youth Employment and Quality of Labor Force.					
5.3.a.	In order to increase youth employment, the National Strategy Document for Youth Employment will be prepared and put into practice.	Ministry of Labor and Social Security	Relevant Public Institutions and Organizations Professional Organizations Social Partners Universities	Presidential Decision	30.09.2021
5.3.b.	In order to make Vocational Training Centers more appealing for young people, the wages received during journeymanship will be increased.	Ministry of National Education	Ministry of Labor and Social Security Turkish Employment Agency Worker and Employer Organizations Professional Organizations Non-Governmental Organizations	Law	30.09.2021
5.3.c.	The wages of students studying at Vocational Training Centers will be covered by the government. Thus the cost of labor will be eliminated for employers.	Ministry of National Education	Ministry of Labor and Social Security Turkish Employment Agency Worker and Employer Organizations	Law	30.09.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
			Professional Organizations Non-Governmental Organizations		
5.4. New Generation Working Schemes Will Be Promoted.					
5.4.a.	Legislation on remote work will be revised to adapt new business models.	Ministry of Labor and Social Security		Secondary Regulation	Completed
5.4.b.	Amendments will be made in the law to clearly specify part-time employees' weekly holidays, the period of entitlement for annual paid leave, and the period of entitlement for severance pay.	Ministry of Labor and Social Security	Relevant Institutions	Law	31.12.2021
5.5. Labor Force Transformation Focusing on Future Jobs Will Be Accelerated.					
5.5.a.	In order to give guidance to labour market, sectoral labor force planning will be carried out by creating "sectoral skill maps".	Ministry of Labor and Social Security	Vocational Qualifications Authority Turkish Statistical Institute	Administrative Decree	30.06.2022
5.5.b.	Transition supports that will contribute to creating new employment opportunities in the future jobs will be put into practice.	Ministry of Labor and Social Security	Universities	Administrative Decree	31.12.2021
5.5.c.	Long-term internship programs will be supported in	Ministry of Labor and Social Security	Ministry of Industry and Technology	Administrative Decree	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	organizations where digital competencies can be developed.				
6. INSTITUTIONAL GOVERNANCE					
6.1. Financial Stability Committee Will Be Established.					
6.1.a.	Financial Stability and Development Committee will be restructured as the Financial Stability Committee (FSC).	Ministry of Treasury and Finance	Presidency of Strategy and Budget Central Bank of the Republic of Turkey Banking Regulation and Supervision Agency Capital Markets Board Insurance and Private Pension Regulation and Supervision Agency Savings Deposit Insurance Fund Turkish Statistical Institute	Law Secondary Regulation	30.06.2021
6.1.b.	The FSC will be composed of the Governor of CBRT, the chairmen of BRSA, CMB, IPRSA, SDIF, and the president of Strategy and Budget, under the coordination of Ministry of Treasury and Finance.				
6.1.c.	The FSC will identify, monitor and manage systemic risks with a special focus on financial stability.				
6.1.d.	The FSC will focus on deepening financial markets and boosting savings.				
6.1.e.	The FSC will prioritize policies that will boost confidence in financial markets.				

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
6.1.f.	The Committee will regularly meet on a monthly basis, share the meeting minutes with the public and publish a quarterly report.				
6.2. Economy Coordination Board Will Be Established.					
6.2.a.	The Economy Coordination Board (ECB) will be chaired by the Vice President of Republic of Turkey. The Board will consist of Minister of Treasury and Finance, Minister of Industry and Technology, Minister of Agriculture and Forestry, Minister of Trade, Minister of Energy, Minister of Labor and Social Security and President of Presidency of Strategy and Budget.	Vice Presidency Ministry of Treasury and Finance	Presidency of Strategy and Budget Ministry of Labor and Social Security Ministry of Industry and Technology Ministry of Agriculture and Forestry Ministry of Trade Ministry of Energy and Natural Resources	Presidential Decree Secondary Regulation	30.06.2021
6.2.b.	The Board will ensure the coordination and success of implementation of the actions in the Development Plan, Medium Term Program, and Annual Program.				

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
6.2.c.	The Board will regularly meet on a monthly basis and publish a quarterly report.				
6.3. Institutional Structure Will Be Strengthened.					
6.3.a.	The professional experience conditions required for appointment to senior public positions will be tightened up.	Presidency of Administrative Affairs	Human Resources Office of the Republic of Turkey Presidency of Strategy and Budget Ministry of Labor and Social Security Ministry of Treasury and Finance	Presidential Decree	31.12.2021
6.3.b.	Public officials will be assigned at most one position in the management/ supervisory boards of other institutions.	Presidency of Administrative Affairs	Presidency of Strategy and Budget Ministry of Labor and Social Security Ministry of Treasury and Finance	Law Administrative Decree	30.06.2021
6.3.c.	As a principle, the heads of the regulatory and supervisory institutions will not possess any position in other institutions' management and supervisory boards.	Presidency Directorate of Administrative Affairs	Presidency of Strategy and Budget Ministry of Labor and Social Security Ministry of Treasury and Finance	Administrative Decree	30.06.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
6.3.d.	TURKSTAT will be transformed into an "associated institution".	Ministry of Treasury and Finance		Presidential Decree	30.06.2021
7. PROMOTING INVESTMENTS					
7.1. Law on Protection of Private Sector Investments Will Be Enacted.					
7.1.a.	A new system for Protection of Private Sector Investments will be put into practice to promote investment predictability, reduce bureaucracy, and bring quick solutions to problems encountered during the investment process.	Presidency of Strategy and Budget	Investment Office of the Presidency Ministry of Justice Ministry of Treasury and Finance Ministry of Industry and Technology	Law	31.12.2021
7.1.b.	Investment Dispute Authority will be established to facilitate and accelerate private sector investments. Investment Coordination Units will be established within the ministries and the post-investment monitoring. Coordination function of the Investment Office will be strengthened.	Presidency of Strategy and Budget	Investment Office of the Presidency of Republic of Turkey Ministry of Justice Ministry of Industry and Technology	Law	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
7.2. Government Incentives Reform Will Be Carried Out.					
7.2.a.	Basic rules and principles will be established to prepare and implement support programs as well as making their impact assessments in accordance with planned and predictable targets.	Ministry of Treasury and Finance	Incentive Implementing Institutions and Organizations	Presidential Decree	30.09.2021
7.2.b.	Comprehensive data on all incentives and aid programs will be collected fully and instantly in a single platform. Thus, all aid implementations will be accessed more easily, promptly and effectively thanks to this platform.	Ministry of Treasury and Finance	Incentive Implementing Institutions and Organizations	Law Secondary Regulation	31.12.2021
7.3. Investment Incentive System Will Be Reformed.					
7.3.a.	Current investment incentive system will be simplified to be more selective and implemented for a specified time period. This new system will be established to avoid duplications as well.	Ministry of Industry and Technology	Presidency of Strategy and Budget Ministry of Treasury and Finance	Presidential Decision	31.12.2021
7.3.b.	New investment incentive system will focus on exclusively to; - equity-based investments,	Ministry of Industry and Technology	Presidency of Strategy and Budget	Presidential Decision	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	- innovative and value-added projects, - products that aim to integrate global value chains, - and regional cluster priorities.		Ministry of Treasury and Finance		
7.3.c.	Cash incentive models will be developed to compete with peer countries to attract new investments. Cash incentive practices will be initiated through a project-based incentive system.	Ministry of Industry and Technology	Investment Office, Presidency of the Republic of Turkey Presidency of Strategy and Budget Ministry of Treasury and Finance	Presidential Decision	31.12.2021
7.3.d.	Large investments will be allowed to revaluate the amount of contribution to the investment that is entitled with partial completion.	Ministry of Treasury and Finance Ministry of Industry and Technology		Presidential Decision	31.12.2021
7.3.e.	It will be allowed to deduce the amount of contributions to the entitled investment at certain rates from other tax payments except corporate tax for the new investments.	Ministry of Treasury and Finance	Ministry of Industry and Technology	Law	31.12.2021

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
7.3.f.	SSI premium subsidy period applied in investment incentives will be applied by giving additional time periods in case young and women are employed.	Ministry of Labor and Social Security	Ministry of Industry and Technology	Presidential Decision	30.06.2021
7.3.g.	Necessary amendments will be made in the Law on Protection of Personal Data based on the provisions of the European Union (EU) General Data Protection Regulation (GDPR) regarding data transfer to abroad.	Personal Data Protection Authority	Ministry of Industry and Technology	Law	31.03.2022
8. FACILITATING DOMESTIC TRADE					
8.1. Measures to Facilitate Domestic Trade Will Be Implemented.					
8.1.a.	In line with the EU legislation; a regulation will be put in place to eliminate unfair trade practices in retail trade and to create a better functioning and fairer supply chain.	Ministry of Trade	Related Ministries and Institutions	Law	31.12.2021
8.1.b.	Company establishment and registration processes will be completed quickly and securely by developing digitalization practices for trade registry services and company transactions.	Ministry of Trade	Digital Transformation Office, Presidency of the Republic of Turkey Ministry of Interior Ministry of Treasury and Finance	Administrative Decree	30.06.2021 Commissioning of Circular Type Board Decision Implementation

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	This will in turn facilitate companies' swift decision making practises.				31.12.2021 Providing Signature Statements in Electronic Environment 31.12.2022 Transferring Payment Process to Electronic Environment in Company Establishment 30.03.2023 Completing the System Infrastructure Regarding Electronic Bookkeeping
8.1.c.	The roadmap of electronic commerce legislation will be prepared and necessary regulations will be made by taking into account national and international developments.	Ministry of Trade	Digital Transformation Office, Presidency of the Republic of Turkey Ministry of Foreign Affairs Competition Authority	Law Secondary Regulation	30.06.2022

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
8.1.d.	Amendments will be made in the Cooperative Law to achieve a more transparent, effective and professional management structure of cooperatives and their parent organizations.	Ministry of Trade	Ministry of Agriculture and Forestry Ministry of Environment and Urbanization	Law	30.03.2022
9. COMPETITION					
9.1. Legislative Proposal for the Regulation of Digital Markets Will Be Prepared.					
9.1.a.	A competitive and fair environment will be created in digital markets. Powerful platforms will be prevented from abusing their market powers.	Competition Authority	Ministry of Industry and Technology	Law	30.03.2022
9.1.b.	Regulations will be made to prevent the use of data stored on platforms out of the purpose or restricting competition.	Competition Authority	Personal Data Protection Authority Ministry of Industry and Technology	Law	30.03.2022
9.1.c.	Regulations will be made to protect the rights of member companies that take part in and sale products in marketplace platforms.	Competition Authority	Ministry of Industry and Technology	Law	30.03.2022

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
10. MARKET SURVEILLANCE AND SUPERVISION					
10.1. Market Surveillance and Supervision Agency Will Be Established.					
10.1.a.	An independent Market Surveillance and Supervision Agency will be established; - to consolidate various structures operating through different administrations, - to ensure uniformity of implementation, - and to prevent duplications.	Presidency of Strategy and Budget Ministry of Trade	Ministry of Industry and Technology Ministry of Agriculture and Forestry Ministry of Environment and Urbanization Ministry of Labor and Social Security Ministry of Transport and Infrastructure	Presidential Decree	30.03.2022
10.1.b.	The Agency will have the authority to conduct an independent regulation and supervision to ensure creating a fair and competitive environment for market surveillance and supervision.				
10.1.c.	The Agency will make an effective regulation against the market supply of products that do not meet the minimum requirements in terms of human health, life and property safety,				

Action No	Action	Responsible Institution/Organization	Relevant Institution/Organization	Regulation	Completion Date
	animal and plant health, environment and consumer protection.				
10.1.d	Market Surveillance and Supervision Advisory Board, in which the private sector and consumers are also represented, will be established under the roof of the Agency.				