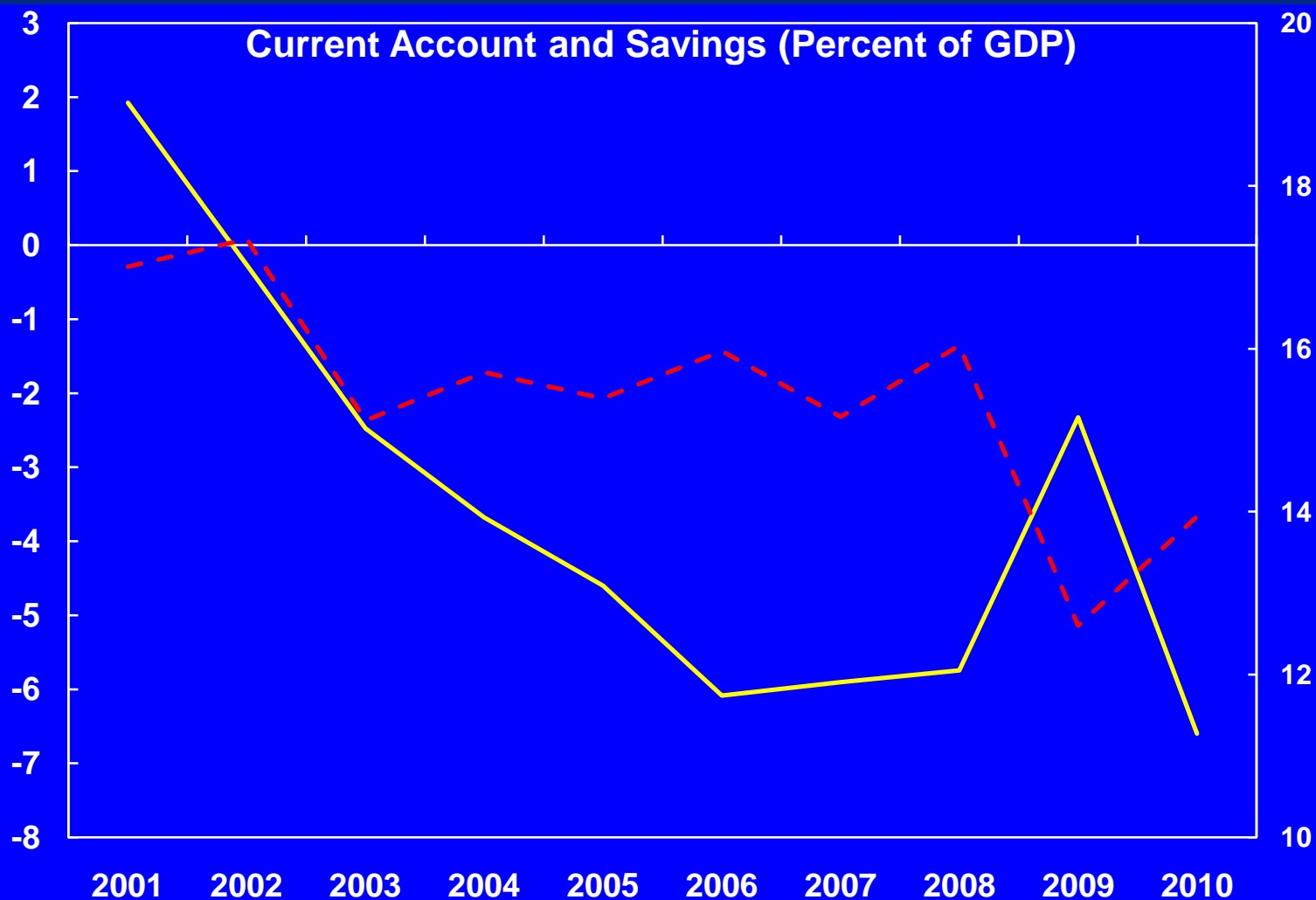




# **Corporate Bond Market Development in Turkey: Priorities and Challenges**

**Comments by Mark Lewis  
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April 26, 2011**

# Macroeconomic context



# Bond market development: implications for borrowers/lenders

- **Financial and non-financial corporations**
  - Reduce balance sheet mismatches
  - Implications mixed for banks losing corporate clients
- **More stable inflows via investors with longer time horizons**
- **Stability benefits from more diversified financial system**

# Cross-country experience provides useful lessons

- **Key lesson from the Asian Crisis**
  - Reduce FX exposures and rollover risks
- **Experience from recent global crisis suggests that local bond markets proved less fragile.**



**Thank you**

