Early Warning System

EBRD-50147

Migros Ticaret - Bond

Early Warning System

Migros Ticaret - Bond

EBRD-50147

Quick Facts

Countries	Turkiye
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	B
Voting Date	2018-07-04
Borrower	MIGROS TICARET AS
Sectors	Agriculture and Forestry, Finance, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	$ 21.65 million
Project Cost (USD)	$ 196.80 million

Project Description

This project invests in a bond issued by Migros Ticaret A.S., the proceeds of which will be used to refinance existing short-term loans taken on by the company.

Investment Description

- European Bank for Reconstruction and Development (EBRD)

This is Migros Ticaret A.S's first bond issuance totaling TRY 150 million (EUR 27 million). The bond is listed on Borsa Istanbul.

The issuance is the first part of a continuing series under a bond programme with a total aggregate size of TRY 550 million (EUR 99 million). The Bank has approval for an investment of up to TRY 110 million (EUR 19.8 million) in the entire programme. Migros has an approval from Capital Markets Board to increase the issuance up to TRY 1 billion (EUR 180 million) if they choose to.

The bond will be denominated in local currency comprising of sub-tranches indexed to Turkish Lira Interbank Offer Rate (TRLIBOR) and Constant Maturity Treasury Reference (CMTR) as its benchmark rates with maturities of three and two years respectively. As part of this issuance Migros has received a credit rating of AA-/Stable outlook from Fitch.

Private Actors Description

Migros operates in 81 Turkish provinces, through a network of 1,976 food retail stores under Migros, M-Jet, 5M, and Macrocenter banners. The Company is also active in Kazakhstan and FYR Macedonia with 41 Ramstore outlets. Migros is 50% owned by Anadolu Grubu Holding A.S., the holding company of Anadolu Group. The remaining shareholding (23.2%) is held by a private equity consortium, and the remainder (26.8%) is free float on the Borsa Istanbul.

Private Actor 1	Private Actor 1 Role	Private Actor 1 Sector	Relation	Private Actor 2	Private Actor 2 Role	Private Actor 2 Sector
-	-	-	-	Anadolu Grubu Holding A.S.	Parent Company	-
-	-	-	-	Migros Ticaret A.S.	Client	-

Contact Information

Cem Dogan (Finance Director)
cemdo@migros.com.tr
+ 90 216 579 30 00
https://www.migroskurumsal.com
Migros Ticaret A.S., Ataturk Mahallesi, Turgut Ozal Bulvari, No:7, Atasehir, Istanbul, Turkey

ACCOUNTABILITY MECHANISM OF EBRD

The Project Complaint Mechanism (PCM) is the independent complaint mechanism and fact-finding body for people who have been or are likely to be adversely affected by an European Bank for Reconstruction and Development (EBRD)-financed project. If you submit a complaint to the PCM, it may assess compliance with EBRD's own policies and procedures to prevent harm to the environment or communities or it may assist you in resolving the problem that led to the complaint through a dialogue with those implementing the project. Additionally, the PCM has the authority to recommend a project be suspended in the event that harm is imminent. You can contact the PCM at pcm@ebrd.com or you can submit a complaint online using an online form, http://www.ebrd.com/eform/pcm/complaint_form?language=en. You can learn more about the PCM and how to file a complaint at http://www.ebrd.com/work-with-us/project-finance/project-complaint-mechanism.html.

Bank Documents

- Project Summary Document (Turkish) [Original Source]