

 **Early Warning System**

EBRD-54760

FIF - DTFF - TEB



Quick Facts

Countries	Turkiye
Financial Institutions	European Bank for Reconstruction and Development (EBRD)
Status	Approved
Bank Risk Rating	U
Voting Date	2023-10-03
Borrower	TURK EKONOMI BANKASI AS
Sectors	Communications, Finance, Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	\$ 26.17 million
Project Cost (USD)	\$ 26.17 million



Project Description

According to the Bank's website, the project consists of a senior unsecured loan up to EUR 25m with up to 2 years final maturity and bullet principal repayment, to finance digital transformation investments of the Turkish manufacturing SMEs under the Digital Transformation Financing Facility ("DTFF" or "Programme"), a blended programme established under the Financial Intermediaries Framework ("FIF").

Turkish SMEs are lagging behind their EU and OECD peers in terms of digitalisation, therefore their production and operational processes are often struggling to compete with global peers. DTFF aims to spread the use of digital technologies among Turkish SMEs through promoting and financing digital transformation to significantly boost their competitiveness.

The proposed facility will be the first transaction under the recently approved DTFF programme and builds on TEB's ambition to pioneer digitalisation transformation of their SME clients.



Early Warning System Project Analysis

Categorised FI (ESP 2019).



Investment Description

- European Bank for Reconstruction and Development (EBRD)

A senior unsecured loan up to EUR 25m with up to 2 years final maturity and bullet principal repayment.

DTFF Türkiye Programme is supported by technical co-operation to enhance digital awareness among Turkish SMEs, including women-led SMEs, as well as KOSGEB's capacity to monitor and manage the DTFF qualitative and quantitative impact, and will be funded by the EBRD-Türkiye Cooperation Fund or the EBRD Shareholder Special Fund.

Financial Intermediary

Financial Intermediary: A commercial bank or financial institution that receives funds from a development bank. A financial intermediary then lends these funds to their clients (private actors) in the form of loans, bonds, guarantees and equity shares. Financial intermediaries include insurance, pension and equity funds. The direct financial relationship is between the development bank and the financial intermediary.

- [Turk Ekonomi Bankasi A.S](#) (Financial Intermediary)



Private Actors Description

TURK EKONOMI BANKASI AS - TEB is the 7th largest private bank (11th largest including SOBs) in Turkiye by asset size with a market share of 2% in assets, 2% in loans and 2.2% in deposits. It has 444 domestic branches and 9,054 employees, providing banking services to retail, commercial, corporate and SME clients. TEB has domestic subsidiaries in factoring, asset management and portfolio management in addition to its banking operations.



Contact Information

COMPANY CONTACT INFORMATION

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ACCESS TO INFORMATION

You can request information by emailing: accessinfo@ebrd.com or by using this electronic form:

<https://www.ebrd.com/eform/information-request>

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 at:

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>