

 Early Warning System

IFC-39781

DCM Akbank CBond



Quick Facts

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|--------------------------------|---|
| Countries | Turkiye |
| Financial Institutions | International Finance Corporation (IFC) |
| Status | Approved |
| Bank Risk Rating | F1 |
| Voting Date | 2017-08-04 |
| Borrower | Akbank Turk Anonim Sirketi |
| Sectors | Finance |
| Ring Fence | Housing |
| Investment Type(s) | Loan |
| Investment Amount (USD) | \$ 150.00 million |
| Loan Amount (USD) | \$ 150.00 million |



Project Description

According to IFC website, the proposed project involves supporting a leading Turkish commercial bank and an existing IFC partner, Akbank T.A.S., through the purchase of an IFC-only issuance of mortgage covered bonds of up to US\$150 million or its equivalent in Turkish Lira. Proceeds from IFC's investment would be used to support the extension of housing loans to Turkish borrowers, helping further strengthening residential housing finance, including green mortgages. The expected development impacts are:

1. The Project would support further growth in the mortgage sector: IFC long term funding would enhance access to housing finance in Turkey, which has an attractive demographic profile and is underpenetrated.
2. Mitigate climate change by financing energy efficient green residential buildings.
3. Supporting a covered bond program in Turkey that meets international standards.



Investment Description

- International Finance Corporation (IFC)

Akbank's majority shareholder is Sabanci Holding A.S., affiliated institutions and individuals with a 48.9% stake, while the remaining 51.1% is publicly traded on Borsa Istanbul.

Sabanci Holding A.S. is one of the two largest multi-business enterprises in Turkey composed of 69 affiliates with a total assets of USD 96,8 billion mainly operated in financial services, energy, retail, cement and industrial businesses. Its shares are listed on Borsa Istanbul.

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.

- [Akbank T.A.S.](#) (Financial Intermediary)
- [Akbank Turk Anonim Sirketi](#) (Financial Intermediary) **is owned by Akbank** (Parent Company)



Private Actor Relationship

There is often limited information publicly available about what development banks are funding through financial intermediaries. In 2021, the Early Warning System partnered with Oxfam International to incorporate information on high-risk projects being funded by financial intermediaries receiving funding from the International Finance Corporation (IFC) and the Dutch Development Bank (FMO).

The information listed below describes the relationship between the different private actors linked to high-risk sectors and subprojects of IFC and FMO's financial intermediary investments and/or the financial intermediary's parent companies made from 2017 through 2020, including any associated ring fences.

The database, however, does not explicitly or implicitly imply that IFC or FMO have material exposure to or are contractually or legally accountable to the sub-projects financed by their financial intermediaries or the financial intermediary's parent companies. It only shows a seemingly financial relationship among the different private actors, the financial intermediaries, and IFC or FMO.

Private Actors Description

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| Private Actor 1 | Private Actor 1 Role | Private Actor 1 Sector | Relation | Private Actor 2 | Private Actor 2 Role | Private Actor 2 Sector |
|-----------------|----------------------|------------------------|------------|--|----------------------|------------------------|
| Akbank | Investor | Finance | invests in | Akfen Altyapi Danismanlik AS | Parent Company | Energy |
| Akbank | Investor | Finance | invests in | Alasehir Geothermal Power | Parent Company | Energy |
| Akbank | Investor | Finance | invests in | Antalya Airport Refinancing 2017 | Client | Transport |
| Akbank | Investor | Finance | invests in | Arkas Holding AS | Parent Company | Transport |
| Akbank | Investor | Finance | invests in | BOTAS | Parent Company | Mining |
| Akbank | Investor | Finance | invests in | Botas' and Kolin-Kalyon's FSRU Ships Acquisition | Client | Mining |
| Akbank | Investor | Finance | invests in | Canakkale Otoyol | Client | Transport |
| Akbank | Investor | Finance | invests in | Dogus Cay ve Gida Maddeleri | Parent Company | Construction |
| Akbank | Investor | Finance | invests in | E ON SE | Parent Company | Energy |
| Akbank | Investor | Finance | invests in | Enerjisa Enerji Uretim As | Client | Energy |
| Akbank | Investor | Finance | invests in | Enerjisa Uretim | Parent Company | Energy |
| Akbank | Investor | Finance | invests in | Enerjisa Uretim Refinancing 2020 | Client | Energy |
| Akbank | Investor | Finance | invests in | Forum Marmara Shopping Mall | Client | Construction |
| Akbank | Investor | Finance | invests in | Fraport | Parent Company | Transport |
| Akbank | Investor | Finance | invests in | IC ICTAS | Parent Company | Transport |
| Akbank | Investor | Finance | invests in | Kalyon Group | Parent Company | Mining |
| Akbank | Investor | Finance | invests in | Kizildere III Geothermal | Client | Energy |
| Akbank | Investor | Finance | invests in | Lapseki and Ivrindi Gold Mines | Client | Mining |
| Akbank | Investor | Finance | invests in | Menzelet Kilavuzlu Elektrik | Client | Energy |
| Akbank | Investor | Finance | invests in | Tumad | Parent Company | Mining |



| Private Actor 1 | Private Actor 1 Role | Private Actor 1 Sector | Relation | Private Actor 2 | Private Actor 2 Role | Private Actor 2 Sector |
|------------------------------|----------------------|------------------------|------------|--|----------------------|------------------------|
| Akbank | Investor | Finance | invests in | VIP Turkey Enerji AS | Client | Mining |
| Akbank | Investor | Finance | invests in | Vitol Holding BV | Parent Company | Mining |
| Akbank | Investor | Finance | invests in | Vitol Invest Partnership Ltd | Client | Mining |
| Akbank | Investor | Finance | invests in | Yapi Merkezi | Parent Company | Transport |
| Akbank | Investor | Finance | invests in | Zorlu Holding AS | Parent Company | Energy |
| Akfen Altyapi Danismanlik AS | Parent Company | Energy | owns | Menzelet Kilavuzlu Elektrik | Client | Energy |
| BOTAS | Parent Company | Mining | owns | Botas' and Kolin-Kalyon's FSRU Ships Acquisition | Client | Mining |
| Dogus Cay ve Gida Maddeleri | Parent Company | Construction | owns | Forum Marmara Shopping Mall | Client | Construction |
| E ON SE | Parent Company | Energy | owns | Enerjisa Enerji Uretim As | Client | Energy |
| Enerjisa Uretim | Parent Company | Energy | owns | Enerjisa Uretim Refinancing 2020 | Client | Energy |
| Fraport | Parent Company | Transport | owns | Antalya Airport Refinancing 2017 | Client | Transport |
| Tumad | Parent Company | Mining | owns | Lapseki and Ivrendi Gold Mines | Client | Mining |
| Vitol Holding BV | Parent Company | Mining | owns | VIP Turkey Enerji AS | Client | Mining |
| Vitol Holding BV | Parent Company | Mining | owns | Vitol Invest Partnership Ltd | Client | Mining |
| Yapi Merkezi | Parent Company | Transport | owns | Canakkale Otoyol | Client | Transport |
| Zorlu Holding AS | Parent Company | Energy | owns | Kizildere III Geothermal | Client | Energy |



Contact Information

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ACCOUNTABILITY MECHANISM OF IFC

The Compliance Advisor Ombudsman (CAO) is the independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an IFC or MIGA- financed project. If you submit a complaint to the CAO, they may assist you in resolving a dispute with the company and/or investigate to assess whether the IFC is following its own policies and procedures for preventing harm to people or the environment. If you want to submit a complaint electronically, you can email the CAO at CAO@worldbankgroup.org. You can learn more about the CAO and how to file a complaint at <http://www.cao-ombudsman.org/>