Early Warning System

IFC-39781

DCM Akbank CBond

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Quick Facts

Countries	Turkiye
Financial Institutions	International Finance Corporation (IFC)
Status	Approved
Bank Risk Rating	C
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 Ivrindi 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/