

DenizBank issued sustainability related DPR financing of USD 610 Million

DenizBank is pleased to announce that it has issued long-term sustainability related financing of USD 610 Million with a maturity of up to 7 years under its Diversified Payment Rights (DPR) program

The fund will be used in order to finance energy efficiency, renewable energy and green economy projects aimed to eliminate the climate change risks, support women entrepreneurs and agricultural sector which is strategically important for the Bank. The funding also aims to support individuals and businesses affected by the earthquakes in Kahramanmaraş on February 6th.

Under the coordination of Emirates NBD Capital Limited (EMCAP), 12 investors participated in the transaction under the Bank's DPR securitization program based on future foreign remittance flows. The European Bank for Reconstruction and Development (EBRD), International Finance Corporation (IFC) and Proparco (Société de Promotion et de Participation pour la Coopération Economique) were the investors for sustainable finance portion of the fund. This funding is also the first financial support provided by EBRD and Proparco for the relief of earthquake disaster in Türkiye. With this long term funding, the total sustainability-related finance obtained by the Bank under Emirates NBD shareholding has reached USD 2.1 Billion.

"We are proud to support our country's economy with wholesale foreign funding"

DenizBank CEO Hakan Ateş stated that they are proud to obtain long-term wholesale funding and continued: "With the securitization transaction back in February 2021, we had collected USD 435 Million and now, we continue to support our economy with USD 610 Million of funding under DPR program. We will allocate a significant portion of this funding to finance green economy investments to fight climate change. Another focus area is to support women entrepreneurs with limited access to finance and provide gender equality as one of the important pillars of sustainability goals. Considering the vital importance of the agriculture for our country and future, we'll continue to finance small farmers and the continuity of production. Moreover, we are well aware of the importance of supporting earthquake region after the greatest natural disaster in the history of Türkiye. We will use a significant portion of this funding to heal the wounds of our citizens and businesses affected by the earthquake in addition to our financial and humanitarian aid from the first minute of the earthquake. I hope that this transaction brings the all the best to our Country and economy."

EBRD Deputy Head of Türkiye, Financial Institutions Mr. Arthur Poghosyan, welcomed the transaction and stated "Denizbank is a long-standing partner to the EBRD, and we are pleased to be working with them on this very crucial project, which includes our first Disaster Response Framework financing. I am confident that our joining forces will help bring relief to countless individuals and companies that have been struggling to return to normal after the heart-breaking earthquakes of Feb. 6."

IFC Director for Türkiye and Central Asia Wiebke Schloemer quoted "With this financing, we are directly aiming to support Turkish agribusiness micro, small, and medium enterprises and smallholder farmers, to keep businesses afloat and boost economic growth. We look forward to further strengthening our collaboration with DenizBank and will continue to seek out new projects to increase access to finance to the underserved segments in the economy".

Proparco Turkey and Central Asia Regional Director Stéphane Froissardey highlighted "We are proud to join our forces as the international development institutions to support Turkish banking sector through the financing we provide to DenizBank. This project, which is also the first securitization transaction of Proparco based on future foreign remittance flows in Turkey, coincides with our strategy to support climate finance. In addition, with the important cooperation of all stakeholders, we will use some of the financing to heal the wounds of the earthquake victims affected by February 6th disaster. In line with our goals, we will continue to take part in projects together with our reputable and effective business partners in the future".