

SBF Project Implementation Monitoring Report

Republic of Türkiye: Turk Eximbank Green Infrastructure Support Project

1. Project Information

Project ID:	P000698	Instrument ID:	G0698L
Member:	Türkiye	Region:	Western Asia
Sector:	Multi-sector	Sub-sector:	Multi-subsector
Financing Type:	<input type="checkbox"/> Loan <input checked="" type="checkbox"/> Guarantee	Co-financier(s):	N/A
ES category:	FI	Borrowing Entity:	Export Credit Bank of Türkiye (Turk Eximbank)
Implementing Entity:	Turk Eximbank		
Project Team Leader:	Ying Shen		
Responsible DG:	Ke Fang		
Responsible Department:	PMD		
Project Team Members:	Bhavit Sharma, Senior Officer (Guarantee Specialist); Indrani Ghosh, Senior Environment Specialist; Ercan Ozbulut, Social Development Specialist; Shonell Robinson, Financial Management Specialist; Guoping Yu, Senior Procurement Specialist; Goktug Ersoy, Project Counsel; Victoria Pimkina, Legal Associate; Marcin Sasin, Economist.		
Completed Site Visits by AIIB:	review mission conducted in 2025 July.		
Planned Site Visits by AIIB:	The Project Team may plan for site visits in 2026 depending on the progress of the project implementation.		
Current Red Flags Assigned:	1		
Current Monitoring Regime:	Regular monitoring		
Previous Red Flags Assigned:	0		
Previous Red Flags Assigned Date:	N/A		

2. Project Summary and Objectives

Project Summary:

Turk Eximbank Green Infrastructure Support Project encompasses a sovereign-backed partial debt guarantee (“PDG”) of USD200 million equivalent from AIIB to help Turk Eximbank raise long-term private sector funding to support green infrastructure in Türkiye. With the support from AIIB’s PDG, Turk Eximbank has raised a green loan of USD285.7 million (equivalent) (the “Guaranteed Loan”) from ING Bank, Société Générale, and Standard Chartered Bank (the “Guaranteed Lenders”). 100% of the Project qualifies as climate mitigation finance.

Project Objective:

To support green infrastructure development in Türkiye.

3. Key Dates

Approval:	Nov 22, 2023	Signing of the PDG Agreement:	May 14, 2024
Effective:	May 16, 2024	Signing of the Loan Agreement:	May 7, 2024
Orig. Closing:	May 31, 2028	Rev. Closing (if any):	

4. Guarantee Status (US\$ million)

Committed:	200	Cancelled:	-
Disbursed:	-	Undisbursed:	-
Repaid:	-	Outstanding:	-

5. Underlying Loan Disbursement Summary (USD million)

Committed:	285.7	Cancelled:	-
Disbursed:	285.7	Undisbursed:	-
Disbursement Ratio (%) ¹ :	100		

6. Project Implementation Update

The underlying guaranteed loan has been fully disbursed as of July 2024.

As of June 30, 2025, 25 sub-projects have been allocated and around 44% of the funds have been disbursed from Turk Eximbank to sub-borrowers in textile, energy, metal, construction and construction products, ready-to-wear, logistics and transportation, retail, automotive, chemicals and plastics, food, services, furniture/home/office equipment sectors.

Financial Management:

The financial management arrangements are in place and are deemed to be functioning adequately. The Interim Unaudited Financial Report (IUFR) for the reporting period ending June 30, 2025, was submitted in a timely manner, on August 15, 2025. The report is considered acceptable, reflecting that a total of US\$ 285.7 million has been raised, of which US\$ 125.3 million has been disbursed into sub-projects.

The final audit report for the financial year ending June 30, 2024, is currently outstanding. The 2024 draft audit report was submitted to the Bank for review, on September 16, 2025. However, it was noted that the report doesn't meet the Bank's requirements in providing a reasonable assurance on the financial statements presented, the eligibility of expenditures and compliance with the financing agreement. As such the report has been requested to be revised and

¹ Disbursement Ratio is defined as the volume (i.e. the dollar amount) of total disbursed amount as a percentage of the net committed volume.

resubmitted as soon as possible. The PT remains in discussion with the Borrower for necessary clarifications and support. One red flag has been assigned to track this issue.

The 2024 procurement report was submitted to AIIB on July 1, 2025, after the due date of March 31, 2025. After clarifications and necessary calibrations, the final acceptable 2024 procurement report was submitted to AIIB on September 23, 2025.

7. Status of the Grievance Redress Mechanism (GRM)

Turk Eximbank's GRM is disclosed on website² and currently fully operational. To date, no grievances have been received by the GRM.

8. Results Monitoring

Project Objective Indicators	Baseline (2024)	2025		2026		2027		2028 (End Target)	
		Target	Actual	Target	Actual	Target	Actual	Target	Actual
1. Number of green infrastructure financed	0		1H25: 25					33	
2. Renewable energy capacity installed	0		1H25: 514					150	
3. Greenhouse gas emission avoidance	0		1H25: n/a					84,172	
Intermediate Result Indicators	Baseline (2024)	2025		2026		2027		2028 (End Target)	
		Target	Actual	Target	Actual	Target	Actual	Target	Actual
4. Medium to long-term financing amount provided to eligible sub-borrowers	0		1H25: 125					277.8 ³	
5. Amount of private capital mobilized	0		1H25: 285.7					285.7	
6. Amount of financing for climate mitigation or climate adaptation purposes	0		1H25: 125					277.8 ⁴	
7. Number of energy efficiency / water efficiency sub-loans	0		1H25: 2					15	
8. Non-performing loans (NPL) ratio in the sub-loan portfolio	0		1H25: 0					<2%	
9. Number of eligible sub-borrowers	0		1H25: 21					33	

² <https://eximbank.gov.tr/en/contact-us/contact-form>

³ Adjusted for AIIB guarantee related fees.

⁴ Adjusted for AIIB guarantee related fees.

financed under the Project									
10. % value of sub-loans provided to women-inclusive enterprises	0		1H25: 4					10%, of which 3% is on a best effort basis	

Remarks:

For indicator 4 and 6, the actual financing amount target was reduced from the original target amount by the amount of AIIB guarantee related fees.