

USD 1.3 billion syndication loan from VakıfBank

“Following the highest amount of Eurobond issued by VakıfBank in a single transaction, the largest syndication loan facility of VakıfBank’s history has been signed.”

VakıfBank signed a syndication loan agreement amounting to USD 329 million and EUR 779 million, USD 1.3 billion equivalent in total with the participation of 35 banks from 17 countries. Thus, again the largest syndication loan agreement of VakıfBank’s history has been signed, following the highest amount of USD 650 million Eurobond issued by VakıfBank in a single transaction in January. Despite a 0.15% decrease of the interest rate of the loan compared to the same period of the previous year, the roll over ratio realized at 120% with the participation of 7 new bank.

“The issuance of the highest amount of eurobond and signing the largest amount of syndication loan agreement of VakıfBank’s history in 2018 are the indicator of the reliance on our national economy.”

Reflecting his pleasure regarding the largest syndication loan agreement VakıfBank’s CEO Mr. Mehmet Emin Özcan said “ The succeed of the highest amount of eurobond issuance in January and signing the largest syndication loan agreement is one of the most important indicator of the reliance on our national economy and Turkish banking sector. These transactions confirmed once more how strong our country’s reputation is in international capital markets despite all kinds of speculation and malevolent efforts. Hereby, I express my sincere gratitude to all of the creditor banks that support VakıfBank once again. As it was before, we are intent on increasing our cooperation with correspondent bank that support our Bank in the syndication transaction within the scope of reciprocity principle from now on.

“Despite a 0.15% lowering of the all-in costs of the loan compared to the same period of the prior year, the roll over ratio realized at 120% with the participation of 7 new bank.”

Stating that the USD equivalent of 1.2 billion has a one year tenor, whereas the 2 year tenor is USD 100 million, Mr. Özcan carried on his speech “while the all-in cost of the 2 year tenor is LIBOR +2.10%, the all-in cost of the 367 days term loan is Libor+1.30% for USD tranche and Euribor +1.20% for Euro tranche. 7 new banks were participated compared to the loan in April 2017. The all-in costs of the 367 days term loan is lowered by 0.15% compared to the same period of the previous year. Despite of this, roll over ratio of the loan realized at 120%. We are also very pleased participating with 7 new banks to our syndicated loan facility. We will continue to support the real economy with cost-effective international funding sources as always.



Banks that has participated in this facility as mandated lead arrangers: BNP Paribas, Cargill, Citibank, Commerzbank, Deutsche Bank, Emirates NBD, Erste Group, First Abu Dhabi Bank, Goldman Sachs, HSBC, ICBC Standard Bank, ING Bank, JPMorgan Chase Bank, Mizuho Bank, MUFG Bank, Société Générale, Standard Chartered, Sumitomo Mitsui Banking Corporation ve UniCredit.