

VakifBank obtained USD 380 million through Diversified Payment Rights Securitization Program

Following the highest amount of Eurobond issued by VakifBank in a single transaction and the largest syndication loan facility in VakifBank's history in 2018, VakifBank continues uninterruptedly its efforts to obtain long-term and cost-effective funding sources from international capital markets in order to support the national economy. VakifBank, as being the "strength by Turkey", obtained a new source of USD 380 million under the securitization program based on future flow transactions. The transaction is procured in six separate tranches denominated in USD and EUR with 5 year maturity. The transaction is rated as "BBB+", three notches higher than the investment grade, by Fitch Ratings.

"The amount of the international borrowing has exceeded USD 2.5 billion year to date"

Expressing the gratitude of obtaining a new source of USD 380 million with 5 year maturity under the securitization program following the eurobond issuance and the syndication loan in 2018, VakifBank's CEO Mr. Mehmet Emin Özcan said "Despite all kinds of speculation and unkind efforts against our country, the transactions we have achieved in 2018 are the clearest indication of the confidence in our country's economy. Since the beginning of the year, the amount of international funding sources to Turkey obtained by VakifBank in TL, USD and Euro through Mortgage Covered Bond Program, eurobond issuance, syndication loan and securitization transaction has exceeded USD 2.5 billion. We will continue to support our real economy by providing long term and cost-effective international funding sources as being the strength by our national economy."

"The total funding sources obtaining under the Diversified Payment Rights Securitization Program reached USD 1.9 billion as of today."

Indicating that VakifBank has been providing international funding sources through securitization transactions for many years, Mr. Özcan has ended his speech "We are actively using our Mortgage Covered Bond Programme and Global Medium Term Programme (GMTN) in addition to the DPR- securitization program in our international borrowings. The securitization program based on future flow transactions comes to the forefront as it is one of the first established among these programs. With these new transaction amounting USD 380 million, the total amount of funding under the securitization program reached USD 1.9 billion as of today. Hereby, I express my sincere gratitude to all 6 correspondent banks that support VakifBank for the DPR securitization program once again. We are intent on increasing our cooperation and transaction volume with these correspondent banks that support our Bank in this securitization transaction, as well as the syndication loan in April."