

Host Country:	TURKEY
Name of Borrower:	CGLOB-TSKB
U.S. Sponsor:	CGLOB-TSKB
Approved/Committed Date	
Foreign Sponsor:	
Project Description:	
Total Project Cost:	\$40,000,000
Proposed OPIC Support:	\$30,000,000
Developmental Effects:	<p>This project will expand the availability of financing to support SMEs, energy efficiency projects, and renewable energy projects in Turkey. Statistics show that SMEs in Turkey represent more than 99% of enterprises in the country and employ 78% of the country's work force. One of the barriers to growth for SMEs is the access to financing, as many financial institutions view SMEs as risky investments. Renewable energy and energy efficiency projects face similar obstacles, including higher transaction costs, smaller investment totals and a dearth of long term financing. This project will support such environmentally-friendly investments by providing funding for renewable energy production and the financing of energy efficient equipment.</p>
Environment:	<p>Screening: The Project has been reviewed against OPIC's categorical prohibitions and has been determined to be categorically eligible. Projects involving general capital for SME lending, small scale renewable energy and energy efficiency projects are screened as Category D projects under OPIC's environmental and social guidelines for the purposes of environmental and social assessment. In accordance with OPIC's Environmental and Social Policy ("ESPS") each downstream loan originated under the facility will be screened and subject to the full scope of OPIC's environment and social assessment process, including public disclosure of the borrower's environmental and social impact assessment for Category A projects, conditionality and monitoring, as is warranted by the nature and scope of the downstream Projects.</p> <p>Applicable Standards: Under OPIC's environmental and social policies, the Borrower will be required to incorporate conditions in loans originated under the on-lending agreement that reflect the applicable, underlying standards in the International Finance Corporation's Performance Standards and 65 sector-specific environmental, health and safety guidelines, as well as any specific conditions as may be identified by OPIC as necessary to adequately manage environmental and social risks associated with a particular transaction with known use of proceeds.</p> <p>OPIC's environmental and social due diligence indicates that the Borrower itself will have impacts which must be managed in a manner consistent with the following Performance Standards:</p> <p>P.S. 1: Assessment and Management of Environmental and Social Risks and Impacts P.S. 2: Labor and Working Conditions</p> <p>A desk-review due diligence assessment indicates that the Project involves a credit on-lending facility and does not involve significant adverse impacts with respect to pollution, community health and safety, land acquisition and resettlement, biodiversity, indigenous peoples and cultural heritage. Therefore, P.S.'s 3 through 8 are not triggered at this time.</p> <p>Environmental and Social Risks and Mitigation: The Borrower has developed and is implementing an Sustainability Management System (SES). The Borrower will apply this system for all loans originated under the OPIC facility. The system includes a policy statement, identification of roles and responsibilities for implementing the SEMS, procedures to be implemented in the credit and monitoring processes and a list of records maintained with respect the Social and Environmental review process. The Bank's SES is ISO 14000 certified.</p>
Worker Rights:	
Human Rights:	OPIC issued a human rights clearance for this Project on November 5, 2013.