

Environmental and Social Data Sheet

Overview

Project Name: ISBANK CLIMATE CHANGE FACILITY
 Project Number: 2012-0037
 Country: TURKEY
 Project Description: Framework loan to finance small and medium-sized renewable energy and energy efficiency projects in Turkey.

EIA required: Some of the sub-schemes may require an EIA

Project included in Carbon Footprint Exercise¹: NO

(Details are provided in section: "Carbon Footprint")

Summary of Environmental and Social Assessment, including key issues and overall conclusion and recommendation

For all the projects financed by the Bank, compliance with the principles of EU Directives, including those on environment and waste, shall be ensured. Depending on their technical characteristics the investments may be categorised as projects falling under Annex I of the EU EIA Directive, requiring an EIA, or under Annex II of the same Directive leaving it to the competent authority to determine whether or not an EIA is required. In all cases where a formal EIA is required, a copy of the Environmental Impact Statement (EIS) will be provided to the Bank for publication prior to the Bank's approval of the allocation. Public consultation will be conducted as required by the Turkish regulations and EU standards. These will be verified by the FI and reviewed by the Bank. The Borrower will also be required to verify that none of the schemes submitted for part-financing by the Bank have a significant negative impact on any site of nature conservation importance.

As part of its standard due diligence work, the financial intermediary already screens environmental and social aspects of its projects, including for compliance with relevant national and EU environmental and social legislation. This operation will include the involvement of a technical consultant who will assist the financial intermediary in the environmental due diligence process and will ensure the application of the Bank's environmental policy. The Bank will review the eligibility of each project before allocation of funds.

Under these terms, it is considered that the environmental procedures carried out for individual schemes, verified by the FI and reviewed by the Bank will appropriately address environmental issues and ensure that the schemes to be part-financed under this Loan meet the Bank's requirements

- Undertakings: The Borrower shall ensure that all projects supported, in particular those hydro projects that have already received development consent from Turkey's authorities, have been previously subject, where appropriate, to EIAs conducted in full compliance with the Directive 2011/92/EU, and not only in compliance with the applicable Turkish legislation (e.g. By-law on EIA 26939/2008).

¹ Only projects that meet the scope of the Pilot Exercise, as defined in the EIB draft Carbon Footprint Methodologies, are included, provided estimated emissions exceed the methodology thresholds: above 100,000 tons CO₂e/year absolute (gross) or 20,000 tons CO₂e/year relative (net) – both increases and savings.

Environmental and Social Assessment

EIB Carbon Footprint Exercise

Project is not included - the EIB draft Carbon Footprint Methodologies only include emissions from Investment Loans, and large allocations under Framework Loans, above the methodology thresholds.

Public Consultation and Stakeholder Engagement, where required

- Conditions are imposed in all sub-loan contracts to ensure public consultation and Stakeholder Engagement Plan

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