



# Hydroelectric Power Plant Privatization Tender

## Tortum HEPP

Teaser

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DEVELOPMENT  
INVESTMENT  
BANK OF TURKEY



T.C.  
HAZİNE VE MALİYE BAKANLIĞI  
ÖZELLEŞTİRME  
İDARESİ  
BAŞKANLIĞI

# General Overview



## Privatization Opportunity for Tortum Hydroelectric Power Plant

### Transaction

- Tortum Hydroelectric Power Plant ("**Tortum HEPP**") is included in the portfolio of Privatization Administration of Turkey ("**PA**") as per the Privatization High Council's decision dated 15/06/2015 and numbered 2015/55.
- Tortum HEPP, located on Tortum Lake with a capacity of **26.2 MWe**, offers a promising investment opportunity for the investors willing to invest in Turkish renewable energy sector.

### Advisor

- Development Investment Bank of Turkey ("**TKYB**") was appointed as the exclusive financial advisor of the PA in June 2020 to provide advisory services in respect of preparation and execution of the privatization tenders of certain power plants, including Tortum HEPP.

### Tender Details

- As per the PA's announcement dated **19 February 2021**, the privatization tender was launched for Tortum HEPP and the related fixed assets through transfer of operating rights ("**TOR**") for 49 years.
- The fee of the information memorandum, virtual data room (USB memory stick) and tender specifications is TL 10.000. The data room documents are only available in Turkish.
- Investors willing to submit bids are also required to submit a 5 million TL worth Bid Bond together with other documents described on the tender specifications.
- All bids submitted shall be in Turkish Lira (TL) and the tender shall be finalized in TL. Bids may be submitted either in cash or on deferred payments of which at least 40% to be paid in cash on the signing date of TOR agreement and the remaining amount to be paid in equal instalments together with interest rate of 16% per annum.



## Contemplated Privatization Process



# Tortum HEPP Overview

## Asset Overview

River Basin

Çoruh River /  
Tortum Lake

Capacity

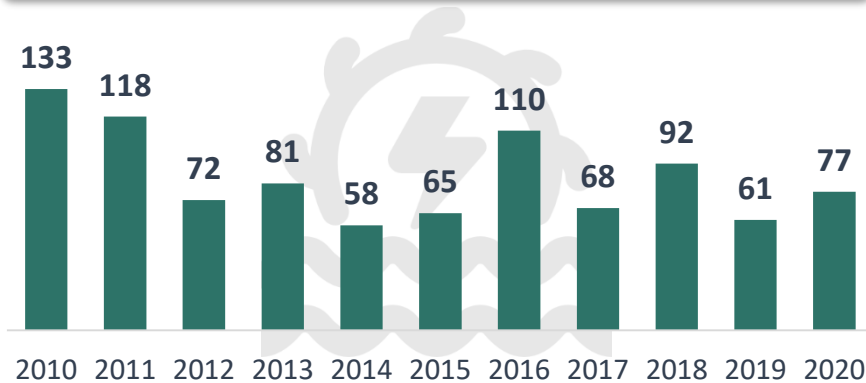
26,2 MWe

COD

1960



## Gross Electricity Generation (GWh)



Source: PA, publicly available information

## Investment Highlights



Robust growth in the Turkish electricity sector



Leading to transition to clean energy which helps to mitigate the carbon emissions of fossil fuels



Future tax incentive opportunities for renewable energy production facilities that reduce greenhouse gas emissions



Ongoing attractiveness of existing HEPPs



Ease of access to financing through green and sustainable bonds



Exemption from DSI (State Hydraulic Works) contribution fee



Erzurum being relatively less suitable for irrigated agriculture; thus contributing to water flow in the basin



Having 4 power units providing flexibility in repair/maintenance and the opportunity to reduce energy losses

# Contact Details and Disclaimer

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