



Kuveyt Türk Katılım Bankası A.Ş. (BBB, Fitch)

US\$500m 5.162% Fixed Rate Sukuk Certificates due 26 June 2019

On 19 June 2014, Kuveyt Türk Katılım Bankası A.Ş. (“Kuveyt Türk”), priced a very successful US\$500m Sukuk due June 2019

This transaction represents the third international Sukuk issue by Kuveyt Türk and second following the international capital market transaction that was lead-managed by HSBC

The deal was launched on the back of a US\$3.3bn orderbook from more than 170 geographically well diversified accounts, which is a testament to the strong interest in the transaction and credit fundamentals of Kuveyt Türk

Brief Termsheet

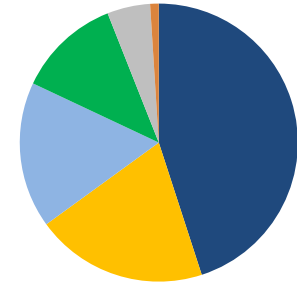
Issuer	KT Kira Sertifikaları Varlık Kiralama A.Ş.
Obligor	Kuveyt Türk Katılım Bankası A.Ş.
Type	Senior Unsecured Sukuk, Regulation S
Certificates Format	Global certificates in registered format
Obligor Ratings	BBB by Fitch
Issue Ratings	BBB by Fitch
Pricing date	19 June 2014
Maturity date	26 June 2019
Issue Size	US\$500,000,000
Periodic Profit Distribution Rate	5.162%, paid semi-annually
Price / Re-Offer spread	100% / 5-year US\$ MS+340bps
Periodic Profit Distribution Dates	26 June and 26 December in each year commencing on 26 December 2014
Issue Price	100%
Change of Control	If Kuwait Finance House ceases to own, directly or indirectly, at least 51% of the issued share capital of Kuveyt Türk or otherwise ceases to control, directly or indirectly, Kuveyt Türk
Sukuk Structure	Wakala
Governing Law/Listing	English/Irish Stock Exchange
HSBC role	Joint Lead Manager and Bookrunner

Key execution highlights

- HSBC acted as a Joint Lead Manager and Bookrunner on the very successful US\$500m 5.162% Sukuk issue due 26 June 2019 for Kuveyt Türk
- The roadshow for the offering was announced on 10 June and took place between 12-17 June in Asia (Kuala Lumpur, Singapore), UAE (Abu Dhabi, Dubai) and London
- A US\$ benchmark 5-year RegS Sukuk transaction was announced at noon London on 18 June and Initial Profit Rate thoughts of MS+375bps were released
- By the next day books reached over US\$2.25bn, and final guidance was set as MS+350 +/- 10bps. Continued momentum with a strong orderbook of US\$ 3.25bn allowed Joint Lead Managers to launch the transaction shortly after 11am London at the tight end of guidance profit rate and the deal was priced at 3pm BST. Final books stood in excess of US\$3.3bn with more than 170 accounts participating
- The transaction enjoyed a well diversified distribution to Middle East, Asia, UK, continental Europe and will serve as a new liquid 5-year benchmark for Sukuk issuers from Turkey and the region

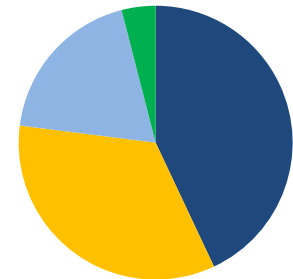
Distribution Statistics

By Geography (%)



- Middle East (45%)
- UK (20%)
- Asia (17%)
- Swiss (12%)
- Europe (5%)
- Other (1%)

By Investor Type (%)



- Banks (43%)
- Fund Managers (34%)
- Private Banks (19%)
- Supras/Insurance/PF (4%)