



Finance your company with a Capital Expenditure Guarantee

A Capital Expenditure Guarantee helps you secure a capital expenditure loan from your bank when you wish to grow your company.

The loan can be used to purchase or lease new machinery and production facilities for your company in Denmark or a subsidiary abroad.

We provide a guarantee to your bank for the capital expenditure loan, thereby providing the security your bank requires to grant you the loan.

When we cover part of the bank's risk of loss, the bank will be more willing to grant you a loan.

What are the advantages of a Capital Expenditure Guarantee?

Obtain credit from your bank when it requests additional security

With a Capital Expenditure Guarantee, you will find it easier to secure a loan from the bank to grow your company.

Obtain loans for production facilities and machinery

A loan for new facilities and machinery will allow you to invest in your company's growth and future. That way, you will be able to keep up with demand for your products and explore new markets.

Applies to investment both in Denmark and abroad

We are there to help, regardless of whether you are looking to invest in a subsidiary abroad or expand production in Denmark.

Also available for leasing

You can use the guarantee for leasing machinery and other production facilities.

What does a Buyer Credit Guarantee cover?

Application

Loan to invest in production facilities

Cover

Part of the bank's loss if your company goes into liquidation.

Percentage of cover (of the bank's loss) up to 80 %

Amount up to
Unlimited

Credit period (can be extended in special circumstances)

7 years

What are the steps in the process?

Clarification

Offer

Guarantee

Need

You are looking to invest in new machinery, facilities or subsidiaries abroad in order to keep up with demand for your products.

1

Offer

If we are willing to cover the transaction, we make an offer to your bank. The offer includes your credit rating and premium. The bank will contact you.

Acceptance

You accept the offer, and the bank asks us to issue a Capital Expenditure Guarantee.

Yes!

We issue a Capital Expenditure Guarantee, and you obtain your loan from the bank.

Contact

Your bank is willing to provide the loan though your bank wants extra security in order to say yes. We can help.

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YES!

Risk assessment

The bank fills in a rating form. You sign a company declaration. The bank sends us both forms. We conduct a credit assessment of your company.

3

Three practical questions

How much?

EKF charges a premium for issuing a Capital Expenditure Guarantee. We calculate the premium on the basis of your company's credit rating.

Rating	Premium p.a.
A	0,8 %
BBB	1,2 %
BB	2,0 %
B+	3,8 %
B-	6,3 %

In addition, you will pay interest and costs to your bank for borrowing the funds. Your bank can give you the total price.

What does it require?

You have to be a Danish exporter or a sub-supplier to an exporter.

Your company must be creditworthy.

Your company must help generate economic growth in Denmark.

You have to sign a declaration stating that the process of filling the order is conducted in an environmentally and socially responsible manner.

What can you do?

Contact your bank for an immediate application.

Contact us for more information on Capital Expenditure Guarantee.

Fill in a company declaration as preparation.

Visit www.ekf.dk to read about success stories, terms and requirements.