

**FEDERAL GOVERNMENT OF NIGERIA (FGN) SPECIAL INTERVENTION FUND FOR MSMEs**

<b>PURPOSE/RATIONALE</b>	<p>The Fund is a Federal Government of Nigeria initiative to provide subsidized loans to SMEs at single digit (9% per annum) all inclusive interest rate. The Fund is also to cater for applications received from SMEDAN under the National Enterprise Development Programme (NEDEP) Scheme.</p> <p><u>Economic Rationale:</u></p> <ul style="list-style-type: none"> <li>▪ The Fund is aimed at stimulating economic activity in the SME sub-sector being the major drivers of industrialization, wealth and job creation.</li> </ul>
<b>TARGET MARKET/ CRITERIA</b>	<p>The Fund can be accessed by duly registered Limited Liability Companies, Enterprises and Cooperatives in Nigeria.</p> <p>Applications are received and processed at BOI State Offices.</p>
<b>PROJECTED IMPACT</b>	<ul style="list-style-type: none"> <li>▪ The fund is to be utilized for SMEs engaged in manufacturing and agro-processing businesses with emphasis on value addition to local raw materials.</li> </ul>
<b>PROGRAM LIMIT</b>	<ul style="list-style-type: none"> <li>▪ ₦5.0 billion</li> </ul>
<b>SINGLE OBLIGOR LIMIT</b>	<p>N20.0 million</p>
<b>PRICING</b>	<p><b>Fees:</b></p> <ul style="list-style-type: none"> <li>▪ Interest rate: 9% per annum (all inclusive)</li> <li>▪ Legal Fee (where applicable)</li> </ul>
<b>TENOR</b>	<ul style="list-style-type: none"> <li>▪ To be determined by the company's cashflow in line with BOI standard practice.</li> </ul>
<b>MORATORIUM</b>	<ul style="list-style-type: none"> <li>▪ 6 – 12 months</li> </ul>
<b>FUNDING STRUCTURE</b>	<ul style="list-style-type: none"> <li>▪ FGN MSME Fund: 100%.</li> </ul>

<b>DISBURSEMENT</b>	<ul style="list-style-type: none"><li>▪ Phased disbursement in accordance with agreed milestones.</li></ul>
<b>REPAYMENT SOURCE</b>	<ul style="list-style-type: none"><li>▪ From the company's operations.</li></ul>