

NATIONAL SUGAR DEVELOPMENT COUNCIL (NSDC)/BOI SUGAR DEVELOPMENT FUND

	<ul style="list-style-type: none">▪ The Federal Government in furtherance of its policy on Sugar development, instituted the National Sugar Development Council (NSDC) Fund for the establishment and resuscitation of companies engaged in the production of sugar, ethanol and sugar cane. The MOU between BOI and the National Sugar Development Council was signed on November 6, 2009.▪ The Fund was established to support the development of the value chain through local inclusion to reduce the nation's dependency on imported refined sugar.
TARGET MARKET	<p>The Fund will be accessed by Limited Liability Companies and Enterprises engaged in sugar value chain such as Sugar plants, Sugar Refineries etc.</p> <p>The Fund shall be utilized as follows:</p> <ul style="list-style-type: none">▪ Purchase of fixed assets items (machinery and ancillary equipment).▪ Provision of working capital (initial stocks or increase in stocks of raw materials, spare parts and component). Leasing of industrial and business equipment. Replacement of field infrastructure or retooling.
PROJECTED IMPACT	<ul style="list-style-type: none">▪ Job/wealth creation for players in the value chain.▪ Community developmental effects.▪ Import substitution and foreign exchange savings.▪ Development of other business linkages to the sugar value chain such as power generation.
SINGLE OBLIGOR LIMIT	<ul style="list-style-type: none">▪ N1.0billion
PRICING	<p>Fees:</p> <ul style="list-style-type: none">▪ 5% interest rate on Long Term Loan.▪ 7% interest rate on Short Term Loan/Working capital.▪ Appraisal fee 1%.▪ Commitment fee 1%.
TENOR	<ul style="list-style-type: none">▪ 7 years including 1 (one) Moratorium.
COLLATERAL	<ul style="list-style-type: none">▪ Legal Mortgage or any other form of collateral acceptable to the Bank.

FUNDING STRUCTURE	<ul style="list-style-type: none"> ▪ 70:30 (Debt/Equity ratio)
REPAYMENT SOURCE	<ul style="list-style-type: none"> ▪ Payment of interest and principal from proceeds of the company's operations.
SINGLE OBLIGOR LIMIT	<ul style="list-style-type: none"> ▪ N1.0billion
PRICING	<p>Fees:</p> <ul style="list-style-type: none"> ▪ Appraisal fee 1%. ▪ Interest Rate 5% for Long Term Loan.
TENOR	<ul style="list-style-type: none"> ▪ 10 years inclusive of 3 years Moratorium.
COLLATERAL	<ul style="list-style-type: none"> ▪ All Assets Debenture or any other form of collateral acceptable to the Bank.
REPAYMENT SOURCE	<ul style="list-style-type: none"> ▪ Payment of interest and principal from proceeds of the company's operations.



BANK OF INDUSTRY

National Sugar Development Council (NSDC)/BOI SUGAR DEVELOPMENT FUND CHECKLIST

LIST OF DOCUMENTS REQUIRED IN SUPPORT OF LOAN APPLICATION

1. Formal Application
2. Photocopy of Certificate of Registration or Incorporation (2 copies)
3. Certified true copy of Memorandum and Articles of Association (2 copies) and Form CO2 now C.A.C 2.5 (Allotment of Shares) and Form CO7 now C.A.C 2.3 (Particulars of Directors)
4. A photocopy of the filed Annual Returns (up to date) of the Company at Corporate Affairs Commission (CAC)
5. Business Plan
6. Quotations for the supply of items of Machinery and Equipment
7. Sources and quotations for Raw Materials expressed in units
8. Eight(8) passport photographs of the Chief Promoter and one or two Directors of the company
9. A photocopy of the Current Tax Clearance Certificate of the Company and two of its Directors.
10. Photocopy of International Passport or Driver's License or (other forms of Identification such as voters card, National Identity of two (2) Directors of the Company
11. Two years' Audited Statement of Accounts and most current Management Accounts for one year or six months for existing business (where applicable).
12. Company's Bank Statement for a period of one (1) year for existing business.
13. Two years' Financial Statement of Accounts for Institutional Investors in the project (where applicable)
14. Declaration of Outstanding Liabilities to other Banks and individuals.
15. Provision of Personal Guarantee and/ or Guarantors with notarized statement of net worth.

ELIGIBILITY CRITERIA

1. Is your business or company duly registered/incorporated?

Yes

No

2. Is the Company shareholding 51 percent female owned?

Yes

No

3. Is your line of business in manufacturing or commodity based value addition?

Yes

No

4. Do you have the requisite operating license/relevant permit e.g. DPR, NAFDAC

Yes

No

5. Do you have a factory to operate from?

Yes

No

6. For existing business, is your networth (Shareholders Fund) positive?

Yes

No

7. Does the company have a standard factory building or leased premises designed to accommodate the equipment to be procured?

Yes

No

8. Do you have a sustainable business model?

Yes

No

9. Would you require minimum of 20% local contents in your production?

Yes

No

10. Do you have minimum of 60% Nigerian ownership?

Yes

No

Note:

Every applicant must answer 'YES' to the above stated eligibility criteria questions before progressing the application to the next stage.