

# General Terms



**SINKING FUND  
STRUCTURED DEBT PROGRAM**

# Long Term Funding for Projects based on Sinking Fund Structured Debt Program



## ● Introduction:

The Sinking Fund Facility has been structured in such a way that the sanctioned Loan Amount (Gross Loan) is equal to double the Net Loan.

Net Loan Amount: US \$100,000,000.00

Gross Loan Amount: US \$200,000,000.00 (Double the Net Loan)

Of this Gross Loan Amount, one half portion – US \$100,000,000.00 – will be retained at the time of funding and applied to a bank Term Deposit to create the *Sinking Fund* that will grow over a ten (10) year term and return the Gross Loan Amount at the end of Loan Term.

Above mechanism guarantees 100% repayment of the Gross Loan Amount, and simultaneously acts as a Loan Guarantee hence the Lender has minimal Principal Capital Risk.

The remaining US \$100,000,000.00 will be utilized for Project Development.

# General Terms and Conditions



- **Simple, swift Application process**
- **Expedited disbursement of Loan Funds**
- **No repayment of the Gross Loan or Net Loan Amount required**
- **Repayment of the Loan guaranteed by the Deposit Holding Bank**
- **Interest Rate between 2.25% and 2.75%, per annum, fixed for term**
- **Grace Period available for qualified Applicants**
- **Loan Amount available as one time payment, no tranches**
- **No collateral required**
- **Applicant retains 100% Equity**
- **Applicant has full control of the Company, no transfer of Corporate Shares**
- **100% success rate after the Project has been approved by our Board**
- **Refundable Escrow Deposit required after Board approval, related to Interest Payments**

# SINKING FUND STRUCTURED DEBT PROGRAM – 100% PROJECT FUNDING



- **The Sinking Fund Structured Debt Program is a popular, fast, safe and secured Interest Only Funding Program used to fund large projects as a “Low Risk” funding program for both the Lender and the Borrower. The Sinking Fund Program provides 100% funding to several types of feasible and viable projects worldwide.**

# Benefits of Sinking Fund Program



- **100% Funding is Provided**
- **Effective Interest Rate is 4.5%**
- **Loan Amount is Paid as One Time Payment**
- **Loan Term is 10 Years Fixed**
- **Grace Period is 12 to 36 Months**
- **Owner Retains 100% Ownership & Control**
- **Owner Equity is Not Required**
- **Owner Collateral is Not Required**
- **Owner Security is Not Required**
- **Owner Guarantee is Not Required**
- **Sharia Compliant Funding**
- **World's Top 25 Banks Used**

# Project Eligibility for the Sinking Fund Program



- **Project Must be Feasible and Viable.**
- **Borrower Must have Strong Financial Background to Prove their Creditworthiness.**
- **Borrower must provide Business and Personal Bank Account Statements along with the Bank Officers contact information for verification.**
- **Borrower must provide verifiable documents to prove ownership of Assets, Fixed Deposits, Investments etc.,.**
- **Cash Funds Requirement**
- **Amount of Cash Funds Required is determined on a Case-By-Case Basis depending on the type and location of the project. The Borrower will be informed of the Amount Required.**
- **Amount of Cash Funds is Required to establish the Sinking Fund and to cover all administrative, bank and legal fees.**

# Indicative Terms and Conditions



- **Gross Loan:** USD 200,000,000.00
- **Net Loan:** USD 100,000,000.00
- **Term:** Ten (10) years and one (1) day
- **Interest:** 2.25%, fixed for the term, due on the Gross Loan
- **Effective Rate:** 4.5%, per annum, due on the Net Loan
- **Payments:** Interest only, annually in arrears
- **Repayment:** At term end, guaranteed by the sinking fund deposit
- **Grace Period:** 24 months, initialed upon disbursement of the Net Loan, first Interest Payment due at 36 month anniversary of the Loan
- **Deposit Payment:** Escrow Agent
- **Deposit Amount:** Case Sensitive
- **Deposit Payment Schedule:** Per Escrow Agreement
- **Type of the offering:** Sinking Fund Debt Program
- **Closing date:** Within 20 days from the receipt of the deposit payment
- **Beneficiary:** Client
- **NOTES:**

The Net Loan Amount can be inflated by the amount of the deposit, hence the deposit would be returned upon disbursement of the Loan Funds. This is available for qualified clients.

# Procedure



- **Submit Application Form together with supportive Project Documents**
- **Due Diligence executed (3 – 8 business days)**
- **Preliminary Term Sheet issued**
- **Funding Offer**
- **Agreements executed**
- **Disbursement of Loan Funds**

**Above should only be utilized as a guideline. We tailor our Funding Offers to meet each Applicant's unique requirements.**