

The UniCredit Bank offers investment loan refinanced by Eximbank within the Exporters of Future Loan Program with favourable interest rate in HUF or EUR for domestic enterprises.

The purpose of the loan program is to improve the international competitiveness of enterprises businesses and to promote their appearance in export markets or to enhance their export efficiency.

The loan provided with favourable interest rate in frame of this program is considered as state aid and its form is considered as favourable interest rate loan.

The loan has state aid content based on the chosen state aid category that can be:

- de minimis aid in accordance with Commission Regulation (EU) No 1407/2013 or
- regional investment aid based on Article 14 of Commission Regulation No. 651/2014/EU, or
- aid provided for SMES based on Article 17 of Commission Regulation No. 651/2014/EU.

Why is this loan advantageous to your company?

- The loan is available for SME's and large enterprises.
- You can have an investment loan with favourable, state-subsidised, fixed interest rate.
- The term of loan can be maximum 15 years.
- This loan means long term financing with pre-fixed and predictable financing costs and debt service that fits to the construction period and the useful lifetime of the investment.

To whom do we recommend the Exporters of Future Investment Loan?

To any resident business organization that:

- plans to invest in new or existing production and service activities for its own purpose (e.g. construction of a new factory building, purchase, transformation, extension, modernization of existing buildings, implementation of building engineering, investments, purchase of machinery, equipment and intangible assets) and
- fits the eligibility criteria of the required state aid category and the requirements of Eximbank (e.g. NACE code list required by EXIM).

Main parameters of the Export of Future Investment Loan:

Loan type:	investment loan.
Loan amount:	no minimum loan amount, the maximum loan amount depends on the state aid limits.
Own funds:	minimum 15% of the investment's net total costs, in case of regional investment subsidy minimum 25% of the eligible costs.
Term:	maximum 15 years from the contract signature date.
Availability period:	determined by the construction period, but maximum 3 years and not longer than the grace period. The availability period may be scheduled.
Currency:	HUF or EUR.
Interest:	determined individually on the basis of the client rating and credit collaterals, the interest rate is fixed for the whole term.
Interest payment:	1, 3 or 6 monthly.
Repayment of the principal:	after the availability period 1, 3 or 6 monthly, in equal instalments or based on individual repayment schedule taking into consideration that if the term of the loan is longer than 24 months, the instalments due in the last 20% of the term cannot exceed 60% of the total original loan amount. If the 20% of the term is less than 1 year, the last year of the term should be applied.
Handling fee:	EUR 100 or HUF 100 according to the currency of the loan on every started million EUR/HUF, but maximum 0.85% of the loan amount

Commitment fee:	0.2% p.a. on the undrawn part of the loan amount
Contract modification fee:	minimum 0.1% on the loan amount, but maximum the fee of alteration of loan agreement according to the List of Conditions for Enterprises, Municipalities and Business Organisations.
Early repayment (breakage) fee:	due in case of early repayment if it happens not on interest payment date. The fee is calculated by Eximbank.
Fee charged for modifying the scheduled availability period:	minimum HUF 30.000 / EUR 100
Other costs:	costs deriving from the non-performance of those specified in Government Decree No. 85/1998 /V.6./ on interest equalisation.

Loans may not be provided for the following purposes, among others:

- for financing completed investment projects (capitalised prior to the receipt of the loan application by Eximbank);
- for financing investments of companies engaged in the sale/leasing of passenger cars;
- for financing investments of companies engaged in financial services;
- for financing investment/working capital needs related to retail activities;
- for financing the purchase of passenger cars;
- for financing residential properties to be sold and developed;
- for financing office developments for sale/lease purposes; the part related to offices of a production and/or service business entity may be financed, provided that no extra-group leasing is allowed (in accordance with Annex I to Commission Regulation (EU) 651/2014);
- for the financing of tangible assets for rental purposes and non-tangible assets for rental purposes (with the exception of property management with the purpose of manufacturing and logistics (such as inclusion or logistics of industrial technological process, manufacturing process and assembling process), renting within the company group or if the property is being built in an industrial park and it is rented to the manufacturing/service providing enterprise by the operator of the industrial park, that is by the borrower) or if renting belongs to the Clients business activities;
- for financing of investment on land owned by others;
- for financing of investment on rented property (not land), except rental/investment on rented property within a company group;
- solar plants, in particular but not limited to the establishment (construction) and operation of small photovoltaic solar plants, except in the event of production investments, site extensions, it is allowed only for developments serving own purposes and modernisation;
- for financing sale and purchase of tangible assets and intangible assets within a company group;
- for financing of any activity that violates Hungarian or EU legal regulations;
- for financing any investment project, the distribution or possession of the product of which is unlawful;
- for financing any activity that violates the provisions of any international treaty binding upon Hungary
- for financing activities relating to manufacturing or trading in military equipment;
- for re-export financing;
- for financing activities violating environmental regulations;
- for financing securities, business shares, capital contributions to legal entities, interest or speculative deals;
- for financing expenses not serving activities with entrepreneurial purposes;
- for financing reclaimable VAT, customs or public debts;
- for financing the supply of goods/services to any country included in the list of sanctions;
- for aid to export-related activities towards third countries or EU Member States, that is for direct financing of current expenditures linked to the quantities exported, the establishment and operation of a distribution network to export activity;
- for financing the use of domestic products or services rather than imported products or services;
- for financing broadband networks;

- for financing the fishery and aquaculture sector subject to Regulation (EU) No. 1379/2013 of the European Parliament and the Council, as well as agricultural products;
- for financing an activity related to the primary production of agricultural goods;
- for financing undertakings engaged in the processing and marketing of agricultural products in the following cases:
 - the amount of financing is determined on the basis of the price or quantity of such products purchased from primary producers or put on the market by the undertakings concerned; or
 - when the financing is conditional on being forwarded to the primary producer in full or in part;
- for financing of non-repayable grants.

Special rules in case of de minimis state aid category loans may not be provided

- with regard to undertakings providing commercial road transport services for consideration, for the purchase of freight vehicles;
- for purposes that do not comply with the conditions of the Commission Regulation 1407/2013/EU (de minimis).

Special rules in case of regional investment state aid category loans may not be provided

- for financing aid provided for activities pursued in steel, coal, shipbuilding, synthetic fibre industries,
- for financing aid provided for transportation industry (together with the related infrastructure), further to energy production, energy distribution and infrastructure;
- if the Borrower already began work on the investment/project prior to the submission of the loan application to Eximbank; The cost of preparatory works related to investments prior to the submission of the loan application cannot be included among the eligible expenses of the project.
- for financing the research infrastructure;
- for purposes that do not comply with the conditions of the Commission Regulation 651/2014/EU (Article 14 of block exemption rules).

Special rules in case of state aid provided for SMEs loans may not be provided

- if the Borrower already began work on the investment/project prior to the submission of the loan application to Eximbank; The cost of preparatory works related to investments prior to the submission of the loan application cannot be included among the eligible expenses of the project.
- for financing the research infrastructure;
- for purposes that do not comply with the conditions of the Commission Regulation 651/2014/EU (Article 17).

The Exporters of Future Investment Loan cannot be provided to a company that does not comply with the conditions set out in Annex No. 1/A to the Eximbank Business Regulation at the date when the loan application is submitted to the Bank and at the signature date of the loan contract and at the date when the loan is disbursed.

Further exclusions in case of de minimis state aid category:

- If the Borrower company is a large enterprise not obtaining at least a B credit rating, pursuant to the Communication from the Commission on the revision of the method for setting the reference and discount rates 2008/C 14/02.
- If the Borrower company does not comply with the conditions of the Commission Regulation 1407/2013/EU (de minimis).

Further exclusions in case of regional investment state aid category:

- If the Borrower company is a large enterprise being not in a position to obtain at least a B credit rating, pursuant to the Communication from the Commission on the revision of the method for setting the reference and discount rates 2008/C 14/02.
- If an unsettled demand for repayment is in force against the investor based on a former decision of the European Commission that declared certain subsidy as unlawful and incompatible with internal market.

- If the Borrower is a company in difficulty according to Paragraph (4a)-(4b) of Article 6 of Government Decree No. 37/2011 with the exception of those micro or small enterprises that were not in difficulty on 31.12.2019 but got into difficulty between 01.01.2020 and 30.06.2020.
- If the investor submitting the loan application relocated the facility in which it intends to implement the initial investment subject to the loan application according to Article 14 of Regulation (EU) No. 651/2014 in the two years preceding the submission of the loan application or it breaches its undertaking related to the facility relocation. With regard to commitments given prior to 31 December 2019, any loss of jobs, in the same or similar activity in one of the initial establishments of the Investor in the EEA, occurring between 1 January 2020 and 30 June 2021, shall not be considered a relocation.
- If the Borrower company does not comply with the conditions of the Commission Regulation 651/2014/EU (Article 14).

Further exclusions in case of SMEs state aid category:

- If an unsettled demand for repayment is in force against the investor based on a former decision of the European Commission that declared certain subsidy as unlawful and incompatible with internal market.
- If the Borrower is a company in difficulty according to Paragraph (4a)-(4b) of Article 6 of Government Decree No. 37/2011 with the exception of those micro or small enterprises that were not in difficulty on 31.12.2019 but got into difficulty between 01.01.2020 and 30.06.2020.
- If the Borrower company does not comply with the conditions of the Commission Regulation 651/2014/EU (Article 17).

This information is not fully comprehensive. Further information about the program is available on the website of the Eximbank: www.exim.hu

If you are interested, please feel free to contact your relationship manager or one of our branches. You can find further information about our Bank and our products on our webpage: www.unicreditbank.hu.

UniCredit Bank Hungary Zrt.

This information should not be considered an offer. The Bank reserves the right to change conditions. UniCredit Bank reserves the right to decide individually on loan disbursement and on the amount and conditions thereof, based on the loan application and documents submitted.