

Financing Facility Support

What help is available?	What does the help entail?	Which companies are eligible?	What is the criteria (if any) for applying?	How to apply	When will the finance be available?
<p><b>ICO Guarantee Facility Scheme</b></p> <p>An in depth FAQ page can be accessed <a href="#">here</a>.</p> <p>Royal Law-Decree 8/2020 of urgent and extraordinary measures to deal with the economic and social impact of COVID-19, approving the ICO Guarantee Facility (Art. 29) can be found <a href="#">here</a>.</p> <p>Resolution of the Spanish Cabinet of Minister that activates and contains the terms and conditions of the first tranche of the ICO Guarantee Facility Scheme can be found <a href="#">here</a>..</p>	<ul style="list-style-type: none"> <li>The government is providing lenders with a guarantee of:               <ul style="list-style-type: none"> <li>Up to a maximum amount of €10 billion, 80% of new loans or credit facilities, as well as renewals of pre-existing agreements of financing transactions to self-employed workers or SMEs (companies with up to 250 employees and less than € 50 million in sales or less than €43 million in assets)</li> <li>Up to a maximum amount of €10 billion, 70% of the new loan or credit facility and 60% of amounts being extended by renewals of pre-existing financing agreements to larger companies</li> </ul> </li> <li>The financial institutions participating in the scheme undertake to maintain the costs of new loans and renewals in line with the costs applied before the start of the COVID-19 crisis.</li> </ul>	<ul style="list-style-type: none"> <li>Self-employed, SMEs and any other size of company.</li> </ul>	<ul style="list-style-type: none"> <li>Applicant must be a company based in Spain or a self-employed based in Spain that is affected by the economic effects of COVID-19.</li> <li>Applicant must not be in default of its payment obligations as of 31 December 2019.</li> <li>Applicant must not be under insolvency proceedings as of 17 March 2020.</li> </ul>	<ul style="list-style-type: none"> <li>The interested person or company must address an application to the Spanish financing entities with which the ICO has signed the relevant cooperation agreement.</li> <li>Person or companies interested in applying for the ICO guarantee may submit their application until 30 September 2020.</li> </ul>	<ul style="list-style-type: none"> <li>The scheme was launched on 18 March 2020.</li> <li>The scheme is available currently, but the first loan will not be advanced until 6 April 2020.</li> </ul>

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	<ul style="list-style-type: none"> <li>• The financial institutions undertake to maintain the availability of any credit facilities granted to its clients until 30 September 2020.</li> <li>• The scheme is designed to boost lenders' confidence in providing finance amidst the COVID-19 pandemic.</li> <li>• The Guarantee Facility Scheme is approved by the government up to a maximum amount of €100 billion. The first tranche launched amounts to €20 billion.</li> <li>• The facility is managed by the Spanish Official Credit Institute (ICO), in cooperation with the Spanish financing entities.</li> <li>• The guarantee to be issued will have a duration equal to the term of the loan or credit facility being granted or renewed, with a maximum term of five years.</li> <li>• The cost of issuing the guarantee shall be between 20 and 120 basis points and shall be borne by the financing entities.</li> </ul>				

## Other Financial Support

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<p><b>CESCE Credit Insurance Coverage Scheme</b></p> <p>Royal Law-Decree 8/2020 of urgent and extraordinary measures to deal with the economic and social impact of COVID-19, approving the Extraordinary scheme of Insurance Coverage (Art.31) can be found <a href="#">here</a>.</p> <p>The information phone number and a summary of the details of the EIC, can be found <a href="#">here</a></p>	<ul style="list-style-type: none"> <li>The government has created a credit insurance coverage scheme to boost export contracts of up to €2 billion for a period of six months.</li> <li>The credit insurance coverage is provided by Spanish ECA “<i>Compañía Española de Seguros de Crédito a la Exportación, S.A. Cía. de Seguros y Reaseguros</i>” (CESCE).</li> <li>The percentage of credit risk insured shall not exceed 80%.</li> </ul>	<ul style="list-style-type: none"> <li>Spanish SMEs as defined in Annex I of EU Regulation 651/2014 facing liquidity needs as a result of COVID-19.</li> <li>Internationalised companies on which international business represents at least one third of their turnover.</li> </ul>	<ul style="list-style-type: none"> <li>The credit insurance scheme covers credit insurance risk of working capital facilities for exporting companies and internationalised businesses.</li> <li>Applicant must not be in default of its payment obligations or in insolvency as of 31 December 2019.</li> </ul>	<ul style="list-style-type: none"> <li>The applicant must address its application to CESCE.</li> </ul>	<ul style="list-style-type: none"> <li>The scheme was approved on 18 March 2020.</li> </ul>

## Key Contacts



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