



# *We're the European Investment Fund*

*Improving access to finance for micro-borrowers and micro and social enterprises during the COVID-19 crisis*

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*EaSI GFI*

*COVID-19  
support measures\**

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*We understand that it is a very difficult time for many European small businesses.*

*As part of the EIB Group, we are partnering with the EU to put in place relevant packages to help small businesses mitigate liquidity challenges as a result of COVID-19. In April, we announced improved risk sharing terms for InnovFin SMEG and COSME LGF.*

*We are now pleased to announce enhancements to the EaSI Guarantee Financial Instrument (EaSI GFI) dedicated to micro and social enterprises.*

\* This presentation is for information purposes only and should be read in conjunction with the detailed call for expression of interest documentation available at [www.eif.org](http://www.eif.org)

# COVID-19 support measures Enhancements to EaSI GFI

Improved terms to help social and micro enterprises

*Enhanced*

**risk  
sharing**

*to alleviate working  
capital & liquidity  
constraints*

**Improved  
terms**

*for intermediaries  
in and outside the  
EU*

**Enhanced  
guarantee**

*for intermediaries  
in and outside the  
EU*

**Simplified  
processes**

*for existing  
intermediaries*

# Enhanced EaSI GFI terms

*More details here*

Add link

## *EaSI GFI*

### Main features

#### Microfinance

*SMEs <10 FTE*

*<2m annual turnover*

*≤€25K per loan*

#### Social enterprises

*enterprises with annual*

*turnover <EUR 30m*

*≤€500K per loan*

#### Capped guarantee

*Free of charge*

#### Financing purpose

*Working capital*

*Investment financing*

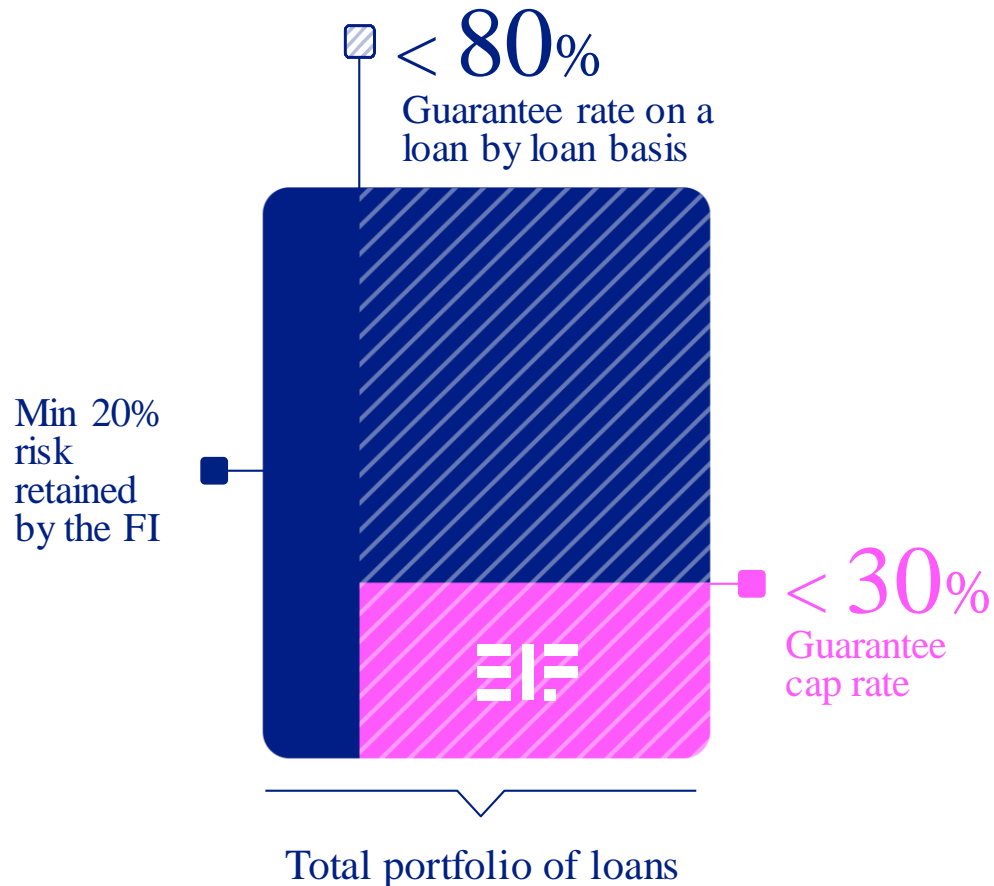
<i>Amended terms</i>		<i>Improved conditions</i>
Guarantee/counter guarantee rate	↗	Increased from up to 80% to <b>up to 90%</b> for transactions originated during the COVID 19 support period (*)
Cap rate revision	↗	Possibility to increase by up to certain % (still up to max 30% cap rate (triggering a reduction in max portfolio volume)
Reduction of risk retention	↘	Reduced from 20% to <b>10%</b> for transactions originated during the COVID 19 support period (*)
Fixed recovery rate	↘	To be set taking into account, inter alia, expected transactions to be originated during the COVID-19 support period
Guarantee coverage	↔	Extended from 6 to <b>7 years for microfinance</b> Extended from 10 to <b>11 years for social entrepreneurship</b>
Coverage of accrued interest	↗	Extended up to <b>360 days under certain conditions</b>
Commitment fee		Possibility to waive the fee for intermediaries
Availability period	↔	Possible extension by <b>6 months</b> for existing agreements
Maximum exposure per final recipient	↗	Increased from <b>€25K to €50k</b> for microfinance Increased from <b>€500K to €1m</b> for social entrepreneurship

\* COVID-19 support period is from 01/04/2020 until 31/03/2021

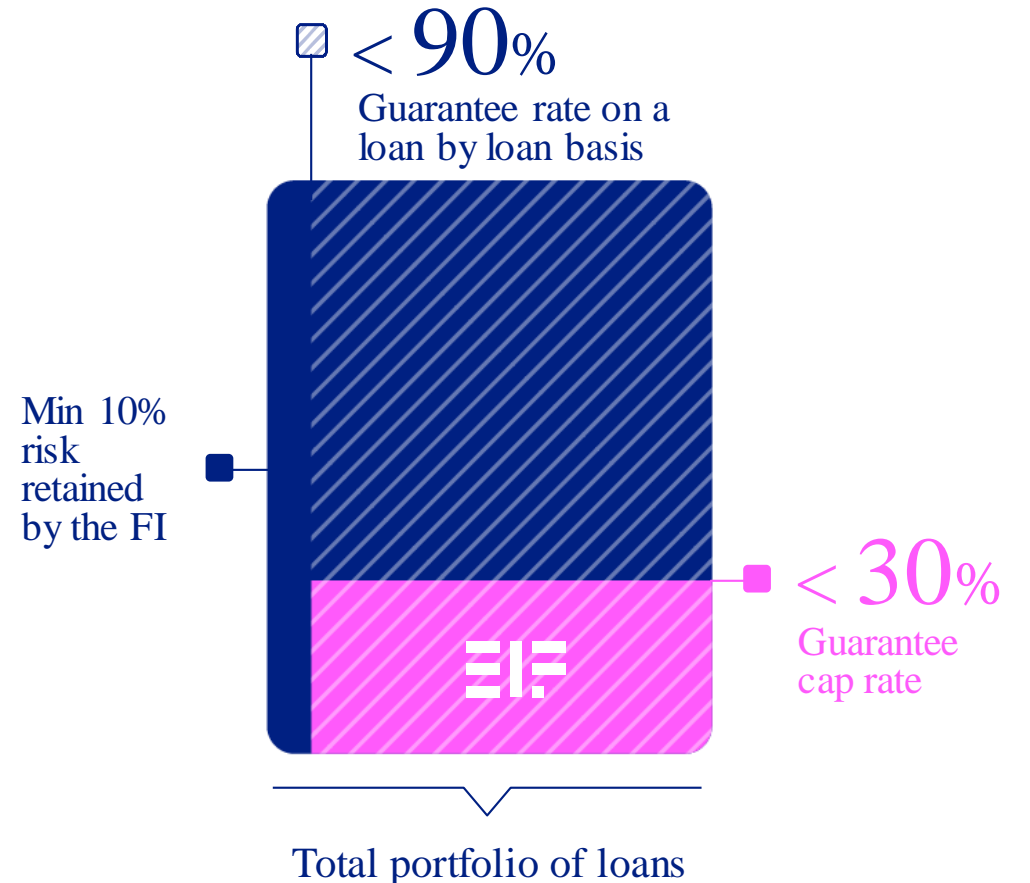
# Enhanced EaSI GFI guarantee

Up to 90% guarantee rate available on a loan by loan basis for transactions originated during the COVID-19 support period\*

## Standard



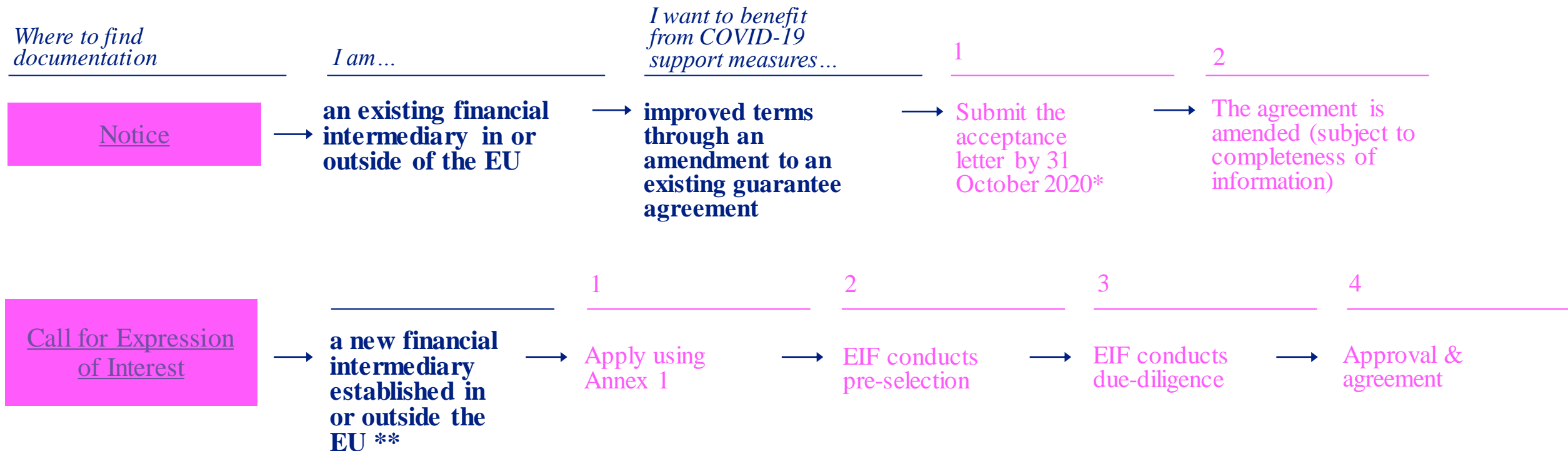
## COVID-19 support period terms



\* COVID-19 support period is from 01/04/2020 until 31/03/2021

# How to sign up for improved terms

Simple notification-based process leading to a contract amendment for existing financial intermediaries



\*Only applicable in case of direct guarantees with no bespoke features. Counter-guarantees and transactions with bespoke features will be treated separately, on a case by case basis

\*\*Please be informed that, as of 23 July 2020, the total amount of applications already received exceeds the EU budget available under the EaSI Guarantee instrument. Any new applications may be considered should additional resources become available.

*More information available  
at [www.eif.org](http://www.eif.org)*



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To find out more please visit us at:  
[www.eif.org](http://www.eif.org)

European  
Investment Fund  
37B avenue J.F. Kennedy

L-2968 Luxembourg  
Phone: +352 24851