

SHORT-TERM LOANS



BOAD



www.boad.org

Short-term loans

Product description: short-term financing.

Beneficiaries: any WAEMU or foreign corporate entity interested in investing in the WAEMU region.

Purpose*: any project financing for the production or distribution of goods and services to WAEMU citizens.

Intervention conditions:

- i) Project located in a WAEMU member country,
- ii) Formal legal existence of the project management company,
- iii) Private management method with commercial type bookkeeping,
- iv) An organization and operation consistent with the best practices in the area,
- v) Participation of a local bank in the project financing.

Areas of intervention: industry, transport, mining, agribusiness, energy and other service companies, etc.

Financial conditions: to be defined on a case-by-case basis and in accordance with the risk quality.

Currency: FCFA/XOF.

Tenor: 2 years maximum (24 months).

Securities and collaterals: any collateral deemed acceptable following the field due diligence to better understand the project, with the setting-up of a mechanism for securing cashflows generated by the project.

Documents required:

- i) Formal request for funding (letter signed by the authorized person) stating the amount, conditions (interest rate, tenor...) and form of intervention required (cash credit, signed commitment...), proposed collaterals and, where appropriate, the name of local banks involved in the project financing,
- ii) Detailed presentation of the project (targeted market, technical and commercial organization),
- iii) Presentation of the company's activity, financial position as well as organization and management (last three activity reports, audited financial statements and auditor's reports; articles of incorporation and other legal instruments),
- iv) Financial projections (project's detailed operating accounts, estimated cashflow statement of the project company over the term of the financing).

***Depending on the availability of cashflow, BOAD also provides national financial institutions of the Union with short-term refinancing facilities for a maximum period of 24 months at attractive conditions.**