

APPLICATION FOR APPROVAL OF FOREIGN BORROWING AGREEMENT

- 1. a. Name, address and telephone number of the firm :

- b. i) Registration/Permission letter No. :

- ii) Date :

- iii) Issuing authority :
(Please attach copy)

- c. Type of Industries :
Please Tick
i) Export oriented and export linkage Industries :

- ii) Pioneering Industries :

- iii) Industry based on new/high Technology :

- iv) Industry that generates employment :

- v) Industry based on local natural resources and its diversified :

- vi) Industry that involves high value added. :

- vii) Increase industrial efficiency & productivity. :

- viii) Employment opportunity :

- 2. a. Name & address of the foreign firm(s) from whom borrowing has been proposed. :

- b. Principal amount of the Borrowing :

- c. Purpose of Borrowing :

3. **Foreign Borrowing Proposal** :

 - a. Copy of Draft/Final Agreement should be attached :
 - b. Effective rate of interest :
 - c. Repayment period :
 - d. Effective date :
 - e. Down payment, if any :

4. Type of Borrowing :

 - a. Loan :
 - b. Supplier's credit
 - c. Pay-As-You-Earn Scheme
 - d. Deferred payment
 - e. Others (Please describe) :

5. Commercial viability report of project along with the analyses and paper in regards of :

 - a) Name of the sector/sub-sector of the project with item of products. :
 - b) The commercial viability of the project :
 - c) The capacity of the project to service the proposed debt with income flows from the project. :
 - d) The cost competitiveness of the outputs from the project in the domestic and external markets. :
 - e) The existing production capacity of Bangladesh and demand of the products in local as well as export market abroad on the basis of market study :

- f) Existing indebtedness structures of the sponsors of the project, duly certified by report of their bankers as to their credit worthiness. :
- 7. Schedule of Repayment in brief :
- 8. Name and address of the firm's nominate Bank :
- 9. Please enclose the following papers. :
 - a) Certified copy of the Memorandum and Articles of Association. :
 - b) Board of Director's Resolution in favor of the loan proposal. :
 - c) Proforma Invoice of Machinery to be imported. :

:

Signature:

Name and designation of applicant:

Date:

** Effective interest is the sum of the stated annual rate of interest and the annualized fee, such as, commitment fee, fronted fee, project appraisal fee etc.

Check List For Foreign Borrowing

1. Copy of Registration (Full set) **consistent with your proposal.**
2. Loan /Supply Agreement between the parties
3. Board's Resolution.
4. Application form (Annexure - A) duly filled in.
5. Repayment Period along with Repayment schedule in details.
6. Grace period of the proposal.
7. Calculation of effective rate of interest.
8. Feasibility report of the project.
9. Financial Analysis **in Details:**
 - a) Internal Rate of Return (IRR);
 - b) Break-Even Analysis;
 - c) payback Period;
 - d) Sensitivity Analysis;
 - e) Debt Service Coverage Ratio (DSCR) analysis;
 - f) Debt- equity ratio of the project.

10. Memorandum & Articles of Association (Certified copy).
11. Certificate of Incorporation with Joint Stock Company.
12. Relevant inquiry forms (CIB-1A, CIB-2A, CIB-3A) and under taking from sponsors
Director duly filled in for collection of up-to-date CIB report form Bangladesh Bank.
13. Proforma Invoice/Price Quotation through international tender for importing of
capital machinery.
14. Bank certificate as to indebtedness and creditworthiness of the borrowing company
and its sponsors based on latest CIB report.
15. Certificate from BRTC, BUET in respect of Quality, Price and Economic life capital
machinery to be imported (in case of supplier's credit only).
16. Encashment certificate, C-form, & Bangladesh Bank report documents regarding
these proposal (to be collect from Authorised Deller bank).
17. Utilization of the said loan with proper banking documents.
18. Equity encashment certificate of the project with proper banking documents.
19. Credential of the Sponsors.
20. Track record of FDI including foreign borrowing.