

ORET financing costs

Which financing costs are eligible for subsidization?

Certain financing costs pertaining to the export transaction may be compensated up to 75% provided that these costs are a part of the transaction price. This annex provides an overview of the financing costs which are eligible for subsidization.

Regulations

The following two rules generally apply:

- Only financing costs incurred prior to concluding the transaction are eligible;
- Only one-off financing costs are eligible.

Qualifying financing costs

The following items are eligible for compensation:

- Credit risk insurance premium;
- Cost of awarding coverage;
- Manufacturing risk coverage premium;
- Letter of credit (re-)confirmation fee;
- Loan management fee;
- Commitment fee;
- Down payment guarantee fee;
- Demonstrable costs for setting up of supplier's credit.

Non-qualifying financing costs

The following items are ineligible for subsidization and are prohibited to be included in the transaction amount:

- Importer's cost for opening a letter of credit;
- Exchange rate risk insurance premium;
- Recurring Bank Guarantee Commission;
- Agency Fee in case of syndication;
- Legal fees;
- Interest on Supplier's Credit;
- Resource risk premium;

- Medium term bank Financing Interest;
- Postponed letter of Credit related interest;
- Mortgage Costs.

Other financing costs

The above lists are not exhaustive. Other cost items may qualify for subsidization. Oret.nl will assess these on a case-by-case basis.

Examples include:

- Atradius supplementary coverage;
- Lease schemes;
- Hedging, futures, forward market.

Subsidy applications are evaluated by Oret.nl.

More information?

Please contact Oret.nl at:

Postal address:

Oret desk
PricewaterhouseCoopers
t.a.v. Barbara Geerlings
P.O. Box 30715
2500 GS The Hague
The Netherlands

Visiting address:

Prinsenhof
Prinses Margrietplantsoen 46
E Tower
2595 BR The Hague,
Mon – Fri 09:00 – 17:00

Tel. +31 (0)70 342 62 33

Fax +31 (0)70 342 62 35

Email: info@oret.nl

www.oret.nl