# Annex II. Model application form

# Section A. Information on the Applicant and required supporting information.

# Section B. Form for financial products to be covered by the EU Guarantee

B1: Form for the increase of the EU Guarantee amount for existing financial products already covered by an InvestEU Guarantee Agreement under the 1st Call for Expression of Interest (« top-up »)

B2: Form for new financial products

Section C. Risk template for an ex-ante risk analysis

**Section A**

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| **Information about the applicant** |

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| --- | --- |
| Applicant's legal name |       |

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| --- |
| Legal address |
| Street name |       |
| City |       |
| Postal code |       |
| Country |       |

|  |
| --- |
| **Person authorised to submit the application** |

|  |  |  |  |
| --- | --- | --- | --- |
| Last name |       | First name(s) |       |
| Function |       |
| Street name |       |
| City |       |
| Postal code  |       |
| Country |  |
| Phone |       |
| Email  |       |

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| **Person for communication** (if different than authorised person): |

|  |  |  |  |
| --- | --- | --- | --- |
| Last name |       | First name(s) |       |
| Function |       |
| Street name |       |
| City |       |
| Postal code  |       |
| Country |  |
| Phone |       |
| Email  |       |

Supporting documents to be enclosed in the Application Form:

**For all applicants:**

* declaration on honour stating that the Applicant is not in one of the exclusion situations as per Article 136(1) of the Financial Regulation (model published on the InvestEU website’s information on the 2nd Call for Expression of Interest);

**Only for applicants which have not yet signed a Guarantee Agreement with the EU under the 1st Call for Expression of Interest:**

1. Supporting documents required under section 5.2.1 (“Eligibility check”):
* copy of the confirmation letter of the Commission on the successfully completed pillar assessment;
* most recent audited financial statements.
1. Supporting documents required under section 5.2.2 (“Scoring of Quality and of Impact”), including:
* a description of the profiles of the persons primarily responsible for managing and implementing the activities;
* the activity report(s) of the Applicant for at least the last accounting year;
* a description of previous similar initiatives that the Applicant has carried out;
* information on sustainability proofing (climate, environmental and social aspects) and climate tracking of operations.

**Section B**

**Form for Financial Products to be covered by the EU Guarantee**

**B1: Only for the increase of the EU Guarantee amount to an existing financial product already covered by an InvestEU Guarantee Agreement under the 1st Call for Expression of Interest (« top-up »)[[1]](#footnote-2)**

**A separate form to be used for each proposed financial product.**

|  |  |  |
| --- | --- | --- |
| **1.** | **Product Name** |  |
| **2.** | **Policy Window(s)** | [ ]  Sustainable Infrastructure window [ ]  Research, Innovation and Digitisation window[ ]  SME window[ ]  Social Investment and Skills window |
| **3.** | **Implementation schedule and marketing/ roll-out strategy**  | *Indicate inter alia:** *explanation in how far the financial product addresses market failures/sub-optimal investment situations;*
* *the status of implementation of the existing financial product;*
* *the expected timeline for the implementation of the increased financial product and timeline for the approval of financing or investment operations (after signature of the Guarantee Agreement);*
* *the marketing/ roll-out strategy.*

 *Linked to evaluation criteria of Annex I, 1.a and b* |
| **4.** | **Size of the financial product** | Maximum financing provided by the Implementing Partner, including the maximum aggregate EU Guarantee:Estimated total investments mobilised through the financial product (multiplier):*Linked to evaluation criteria of Annex I, 1.b and 2.c* |
| **5.** | **Guaranteed Amounts** | Maximum aggregate EU Guarantee amount in EUR: Maximum EU guaranteed amount (in EUR) or rate for each operation:*Linked to evaluation criteria of Annex I, 1.b and c* |
| **6.** | **If relevant: contribution to sustainability objectives**  | *Indicate the expected contribution to sustainability, climate and environmental objectives. For the Sustainable Infrastructure Window, indicate the percentage of investments contributing to meeting the Union objectives on climate and environment, as per InvestEU Regulation Article 8.* *Linked to evaluation criteria of Annex I, 1.d* |
| **7.** | **EU Guarantee remuneration (only relevant for debt/guarantee products)** | Please indicate whether the EU Guarantee remuneration as agreed for this Financial Product in the existing Guarantee Agreement is:[ ]  Fully priced (InvestEU reference remuneration)[ ]  Partially priced (concessional pricing not fully covering the risk)*Please confirm whether the EU Guarantee remuneration as agreed in the Guarantee Agreement is set at an appropriate level and ensures affordability to final recipients and that in the case of “Partially priced” EU remuneration any potential discounts are fully transferred to final recipients.* |
| **8.** | **Other**  | *If relevant, include other narrative, figures, diagrams etc.* |

**B2: Only for new financial products not yet covered by an InvestEU Guarantee Agreement**

**A separate form to be used for each proposed financial product.**

|  |  |  |
| --- | --- | --- |
| **1.** | **Product Name** |  |
| **2.** | **Policy Window(s)** | [ ]  Sustainable Infrastructure window [ ]  Research, Innovation and Digitisation window[ ]  SME window[ ]  Social Investment and Skills window |
| **3.** | **Implementation schedule and marketing/ roll-out strategy**  | *Indicate inter alia:** *explanation in how far the financial product addresses market failures/sub-optimal investment situations;*
* *the expected timeline for the implementation of the financial product and timeline for the approval of financing or investment operations;*
* *the marketing/ roll-out strategy.*

 *Linked to evaluation criteria of Annex I, 1.a &1. b* |
| **4.** | **Size of the product** | Maximum financing provided by the Implementing Partner, including the maximum aggregate EU Guarantee:Estimated total investments mobilised through the financial product (multiplier):*Linked to evaluation criteria of Annex I, 1.b and 2.c* |
| **5.** | **Guaranteed Amounts** | Maximum aggregate EU Guarantee amount in EUR: Maximum EU guaranteed amount (in EUR) or rate for each operation:*Linked to evaluation criteria Annex I, 1.b and c* |
| **6.** | **If relevant: contribution to sustainability objectives** | *Indicate the expected contribution to sustainability, climate and environmental objectives. For the Sustainable Infrastructure Window, indicate the percentage of investments contributing to meeting the Union objectives on climate and environment, as per InvestEU Regulation Article 8.* *Linked to evaluation criteria of Annex I, 1.d* |
| **7.** | **Targeted Eligible Areas and impact** | *Indicate inter alia the objective(s) covered in line with InvestEU Regulation Article 3 and Annex II, the rationale for this financial product to deliver on these objectives, as well as the resulting impact.* *Linked to evaluation criteria of Annex I, 2.a & b* |
| **8.** | **Targeted Final Recipients** | *Linked to evaluation criteria of Annex I, 2.e*  |
| **9.** | **Targeted Geography** | [ ]  All EU Member States [ ]  Selected Member States (indicate which Member States)[ ]  Other countries (indicate which other countries)*Linked to evaluation criteria of Annex I, 2.e* |
| **10.**  | **Product characteristic and additionality** | [ ]  New financial product for the Applicant[ ]  Continuation of an existing financial product [ ]  Continuation of an existing financial product but with new characteristics due to InvestEU risk-taking Explanation in how far the proposed financial product would be additional to the financing currently provided by the Applicant:*Linked to evaluation criteria of Annex I, 2.d* |
| **11.** | **Type of financing** | [ ]  Direct financing (including co-investments and guarantees to third party financiers in line with section 2.3.1 of the Investment Guidelines) of Targeted Recipientsby Implementing Partners [ ]  Intermediated financing through Financial Intermediaries[ ]  Facility, programme or structure which has underlying sub-projects |
| **11.a** | **For direct financing: Type of product provided by the Implementing Partner to the final recipient** | [ ]  Loan [ ]  Guarantee[ ]  Equity[ ]  Other *please specify, debt financing including loans, guarantees, letters of credit, securities (listed or unlisted) and standby credit facilities, in each case with or without warrants or other rights attached; which may be senior, mezzanine or subordinated.**In specific cases, the operation covered by the EU Guarantee could be limited to a specific phase of the project (e.g., construction risk, uptake risk).* |
| **11.b** | **For intermediated financing through Financial Intermediaries** | Type of Financial Intermediary:Type of product provided by the Implementing Partner to the Financial Intermediary:Type of product provided by the Financial Intermediary to the Final Recipient: |
| **12.** | **Amounts / maturity per final recipients** | *Indicate inter alia the minimum and maximum amount per financing or investment operation supported by InvestEU, as well as typical tenor range. Focus should be on long-term financing, exceptionally short or long maturities could only supported if duly justified by the nature of the project or relevant market failures.**Linked to evaluation criteria of Annex I, 2.c and 2.d* |
| **13.** | **EU Guarantee remuneration charged to financial intermediaries or final recipients, as applicable (only relevant for debt/guarantee products)** | Indicate whether the pricing of your products to final recipients or financial intermediaries is: [x]  Fully priced [ ]  Partially priced (concessional pricing not fully covering the risk)*Please also provide the following information, as relevant:*1. *information on the affordable pricing of Final Recipients and/ or Financial Intermediary transactions envisaged to be deployed under the proposed financial product.*
2. *level of the EU Guarantee remuneration in bps p.a. which would be compatible with the information as per (i) above and which will be subject to further negotiation.*
3. *for the standardised Financial products where the estimated EU Guarantee reference remuneration is provided under this Call, and the Implementing Partner considers that policy discounts are needed, please provide a justification for requested discount in line with Article 13(2) of the InvestEU Regulation.*
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| **14.** | **For equity investments**  | *Indicate the Exit strategy.* |
| **15.** | **Risk-sharing between the EU and the Implementing Partner** | [ ]  Risk-sharing of First Loss piece: (at least) 5 % of contribution to First Loss Piece (FLP) by the Implementing Partner[ ]  Residual Risk Tranche ('Second Loss Piece'): 100 % contribution by the Implementing Partner[ ]  Pari-passu [x]  Other arrangements/ coverage |
| **16.** | **Features of the product** | *Indicate the transaction details describing terms and conditions for all relevant stakeholders and investors, including collateral requirements for final recipients, as appropriate.* |
| **17.** | **Currency** | *Notice: EUR or other EU currencies allowed for operations under the product.* *Indicate the proposed buffer to cover potential foreign exchange losses (as a percentage of the guarantee amount in EUR) in line with Article 19(2) of the InvestEU Regulation.* *For debt products - provide evidence of limited possibilities for long-term hedging.* |
| **18.** | **State Aid considerations** | *The InvestEU Programme shall not distort competition in the internal market and be compliant (for national promotional institutions) or consistent (for international financial institutions) with State aid rules.**Applicants to this Call should therefore clearly indicate in their Application for each of their proposed financial products under which regime it falls:*1. *the relevant Member State having pre-notified or notified the proposed financial product to the Commission – under any relevant State aid rules such as the sectoral State aid guidelines – in view of complying with the prior notification obligation in accordance with Article 108(3) TFEU; or*
2. *the Applicant intends to apply certain Article(s) of the GBER (in particular those included in Section 16 of the GBER), and/or other State aid rules, which allows the financial product to be exempted from the prior notification obligation referred to in point (a); or*
3. *the operations under the financial products are not generally interpreted as constituting State aid in accordance with the Commission Notice on the notion of State aid, such as financing non-economic activities or providing market conform pari passu financing alongside private investors, or de minimis operations.*
 |
| **19.** | **Funding costs** | *If applicable (in case of funding costs related to equity and quasi-equity investments of the Implementing Partner).*  |
| **20.** | **Administrative costs and fees** | *Indicate the administrative costs or fees exceptionally due to the Implementing Partner.**Linked to evaluation criteria of Annex I, 2.f* |
| **21.** | **Link to advisory initiatives (including InvestEU Advisory Hub)** | *Indicate as applicable* |
| **22.** | **Other** | *If relevant, include other narrative, figures, diagrams etc…* |

**Section C**

**Risk template for an ex-ante risk analysis**

The Risk Template is meant to provide an ex-ante description of the Financial Products that the Implementing Partner is proposing to deliver under the InvestEU guarantee coverage.

The template, filled with the risk metrics of all the proposed Financial Products, is a mandatory annex to the response to the 2nd Call for Expression of Interest.

The Risk Template is available (in xls form) on the InvestEU Wiki page:

[https://webgate.ec.europa.eu/fpfis/wikis/display/InvestEUProg/InvestEU+Risk+Template](https://webgate.ec.europa.eu/fpfis/wikis/display/InvestEUProg/InvestEU%2BRisk%2BTemplate)

In case of any risk-related questions, we kindly ask the Implementing Partner to contact the ECFIN L4 Risk Team at ECFIN-L4-RISK-TEAM@ec.europa.eu.

Implementing Partners have to be accredited to access the Wiki. If you do not have access, please contact the ECFIN L4 Risk Team at ECFIN-L4-RISK-TEAM@ec.europa.eu.

1. For the avoidance of doubt, a “top-up” of an existing product is an increase of the EU Guarantee for a financial product deployed under the 1st Call for Expression of Interest which maintains the same risk-sharing structure and does not materially modify the scope and risk parameters of the existing product that would lead to more than a 10% increase of the lifetime expected loss of the existing product, as estimated in the originally submitted risk template. In case of a “top-up”, the contractual remuneration of the EU Guarantee and the covenants remain unchanged as per the existing Guarantee Agreement. An application for a top-up shall include a revised risk template with two adjacent columns: i) the first column indicates the risk characteristics of the original financial product, including the original amount of the portfolio and of the guarantee and ii) the second column indicates the risk characteristics of the revised financial product, including the total amount of the portfolio and of the guarantee (summing up original amount and the top-up amount for both the portfolio and the guarantee). [↑](#footnote-ref-2)