

CREDIT LINE ICO-THOMAS COOK

The Thomas Cook Credit Line is managed by the Official Institute of Credit (ICO) as a government agency, although it is **operated through private financial entities** that cooperate with the ICO.

1. Who is the target?

The Thomas Cook Credit Line is directed to companies and self-employees whose activities belong to a CNAE (National Classification of Economic Activities) of the tourism sector.

2. Requirements

In order to apply for this source of financing, it is required:

- Not being in a default situation;
- Not being subjected to any bankruptcy proceeding or fulfilling the requisites to be in one;
- Not using the finance with the aim to repay previous or subsequent debt;
- In case of being considered a large company, it will be necessary to have a financial rating of B – or higher.

The financial entities will keep the faculty to grant or to deny the credit.

3. What can be financed?

It may be financed the same concepts as the ICO Line – Companies and entrepreneurs, that is:

- Company activities and investments, as well as liquidity needs with in national territory.
- Digitalization projects, and especially those whose purpose is to promote teleworking solutions foreseen in the program [Acelera Pyme](#).
- Rehabilitation of buildings and homes.

4. Modalities and features of the finance

The modality in what the funding is lent is through **loans**. The maximum amount that can be lent is **500.000.-€** per year and it can be granted in one or several operations.



The repayment period is between **1 and 4 years**, with a grace period of 1 year over the principal.

The maximum cost that could imply a loan of this Line is a **1,5% APR** (TAE), including the fees charged to subscribe the credit and the agreed **fixed interest rate**.

Regarding the guarantees required, the financial entities are **allowed to require** those they might consider necessary, except those guarantees from the SGR and SAECA.

And in the term for applying, it can be applied to this Line until the **31/12/20**.

GUARANTEE LINE

The Council of Ministers, according to article 29 of the RD Law 8/2020 on urgent extraordinary measures to face the current crisis, approved on March 24th the requirements to fulfill in order to apply to the first section of the Guarantee Line, for an amount of 20.000 million euros.

1. Who is the target?

Unlike the Thomas Cook Line, this Line has no restriction regarding the activity of the Company, being directed both to self-employees and companies with registered office in Spain.

2. Requirements

In order to apply for this Line, it is required:

- To not appear in a default situation in the CIRBE before the 31/12/2019.
- To not be subject to any bankruptcy proceeding before the 17/03/2020.
- To not use the finance with the aim to cancel or repay previous debts.

3. What can be financed?

New loans and other methods of financing as well as the renewal granted by financial entities to companies and self-employees in order to meet their financial needs, such as:

- Payment of salaries.
- Invoices.
- Working capital needs.
- Other liquidity needs, including those derived from the maturity of financial or tax obligations.



4. Modalities and features of the finance

Unlike the Thomas Cook Line, here there are not loans of money, but operations with financial entities **are guaranteed** by this Line. The amount guaranteed can vary:

- For operations of small and medium companies and self-employees: Both new loans and renewals are guaranteed in an **80%**.
- For operations of the rest companies: We differentiate
 - New loans: The **70%** of the amount.
 - Renewals: The **60%** of the amount.

The maximum amount that can be guaranteed by this Line will be:

- Of **1,5 million** euros for self-employees and small and medium companies.

The duration of the guarantee will be the same as the transaction that is being guaranteed, with a **maximum of 5 years**.

Regarding the costs, the financial entities will apply the same costs that were applying before the COVID-19 crisis, taking into account the public guarantee and its coverage costs.

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