

**Cost of borrowing at IPED**

Below a couple of examples of the borrowing costs at IPED.

**Loan term 6 months, installment after term**

Loan Amount	Total Interest	Total Repayment	Processing Fee	Legal Fee	Total Cost
300,000	22,125	322,125	4,000	7,500	333,625
750,000	55,313	805,313	7,500	18,750	831,563
1,000,000	73,750	1,073,750	100,000	25,000	1,198,750
2,000,000	147,500	2,147,500	20,000	50,000	2,217,500
5,000,000	368,750	5,368,750	50,000	125,000	5,543,750
7,500,000	553,125	8,053,125	75,000	187,500	8,315,625

**Loan term 12 months, installment after term**

Loan Amount	Total Interest	Total Repayment	Processing Fee	Legal Fee	Total Cost
300,000	44,250	344,250	4,000	7,500	355,750
750,000	110,625	860,625	7,500	18,750	886,875
1,000,000	147,500	1,147,500	100,000	25,000	1,272,500
2,000,000	295,000	2,295,000	20,000	50,000	2,365,000
5,000,000	737,500	5,737,500	50,000	125,000	5,912,500
7,500,000	1,106,250	8,606,250	75,000	187,500	8,868,750

*Please note that in this example:*

- i) *Legal fees were set on 2.5% of loan amount,*
- ii) *Processing Fees are shown for First Time Borrowers, and*

**Livestock Loan under Small & Medium Facilities**



**Features of the Livestock Loan**

1. **Loan amount:** Up to \$7.5 Million\*
2. **Purpose:**
  - a. To purchase baby animals, feed and medication.
  - b. To purchase equipment and machinery.
3. **Collateral:**
  - a. Loans less than \$2 Mln: Bill of Sale on motor vehicles and equipment
  - b. Loans \$2 Mln and above: Mortgage on property and/or Bill of Sale on motor vehicles and equipment
4. **Cost of borrowing:**
  - a. Interest rate:
    - o Balloon Payment: 14.75% per year Reducing Balance
    - o Monthly, quarterly and half yearly Payments: 24% per year Reducing Balance
  - b. Processing fee: 1% of loan amount with minimum of \$4000 and \$75,000 Maximum
  - c. Legal fees: between 2% and 3.5% of loan amount depending on the collateral
  - d. Fire insurance: 0.3% of loan amount annually if building is mortgaged
  - e. Revenue Stamps: 0.1% of loan amount
5. **Loan term and installments:**
  - a. Purchase of inputs: loan term depending on cycle
  - b. Purchase of equipment: loan term up to 15 years
  - c. Monthly and cycle dependent installments possible

*\*Special conditions apply for Micro loans under \$750,000 without hard collateral*

**Available at:**

Main office- Georgetown Branch	Tel.: 226-4675, 225-8949	Vreed-en-Hoop Branch	Tel. 264-3592
Rosignol	Tel.: 327-5367	Parika Branch	Tel.: 260-4399
New Amsterdam	Tel.: 335-5673/3334360	Cotton Field	Tel.: 771-4955
Corriverton Branch	Tel.: 335-3928	Charity	Tel.: 771-4800
Port Maurant	Tel.: 336-6171	Lethem	Tel.: 772-2230
Linden Branch	Tel.: 444-3001	Mabaruma/Port	Tel.: 772-2229
		Kaituma	
Parika	Tel.: 260-4399		

**GET GOING.  
KEEP GROWING.**

**Required documents and information**

- Proof of Identity of Client(s): ID Cards or Passport
  - Proof of Address of Client(s): **Recent Utility Bill- Rates and Taxes, Water & GPL or Official mail sent to address**
  - References: Names, Address and Phone numbers:
    - 1. One Family Member**
    - 2. One Friend**
    - 3. Written Reference on form provided by IPED**
  - Tin Certificate/ number
  - Environmental Permits
  - Estimate of cost of purchases to be made with loan
  - Statutory Declaration of Land being used; form provided by IPED
  - Statements of amounts owing to Producers, Banks, other Financial Institutions, Landlords, Suppliers, Family and Friends
  - For Collateral provided:**
    - a. Motor Vehicle Registration
    - b. Copies of Transport, Certificate of Title, Lease etc.
    - c. Valuation on form(s) provided by IPED
    - d. Description of Machinery and Equipment (including serial & model numbers, and value supported by receipts)
  - Client's contribution of towards purchase of items
  - Payment of half (1/2) the Processing Fee (see below for details on amount) at the time of application
  - Credit Info fee \$.....per Client
- Requirements depending on the business:**
- Valid License of business if applicable:
  - P.H.I. Food Analyst and Food Handlers Certificate
  - Business Registration or License Vendor's ID Card.
  - Shop License
  - Import/Export License
  - Other applicable license.....
  - License from abattoir for slaughter of livestock
  - Invoices, Official Orders
  - Land Rental Documents if land is rented
  -

**Please make sure to have received the following forms if you want to apply for this loan:**

- IPED Reference Form
- IPED Estimate of Purchases Form
- IPED Valuation Form For Building/ Land/ Vehicle
- Statutory Declaration of Land Cultivated

*Loan processing will commence upon submitting all of the above requirements. The submission of these documents does not guarantee that your loan application will be approved.*

**NOTE: Call to make an appointment with your relevant loan officer**

Name:.....Tel:.....

**Process to be completed before disbursement**

1. Upon submitting the requirements above a loan application will be filled out together with you and an IPED Business Counselor to assess if a loan is feasible.
2. The Business Counselor will visit your Business and/or Home to do an assessment of your business and collateral. They will take photos of:
  - The Applicant(s)**
  - All collateral; including serial and model numbers and location**
  - The Business and/or Home**
3. When the application is completed and signed by the applicant declaring all information submitted to be true and correct; the application will go to the approval committee.
4. When the application is approved the following is required of the client before IPED will pay out the loan:
  - Submission of Original lease, Certificate of Title, Transport, and/or Vehicle Registration.
  - Permission to Mortgage Lease
  - Approved Life Insurance of principal applicant under IPED's Group Life Policy. For loans above \$1,500,000 interview with insurance agent needed. Medical report can be requested at this stage. Premium is paid by IPED.
  - Fire Insurance application completed and premiums paid, if building is offered as collateral
  - Payment of:
    - Second half of processing fee.....
    - Payment of legal fees.....
    - Payment of Revenue Stamps.....
  - Signing of all Legal and other related Documents
  - Filing of the Mortgage and/or Bill of Sale

Disbursement of the loan

*Please note that Loan Applications can take two (2) to four (4) weeks to process, amongst others depending on the size of the loan and the sort of collateral given.*