



**Micro Loan**

**Features of the Micro- Vending Loan**

1. **Loan amount:**
  - a. Maximum: up to \$2,000,000
2. **Purpose:**
  - a. To purchase stock, inputs, juvenile, livestock, feed, and other business expenses
  - b. To purchase equipment and machinery
3. **Collateral: No physical Collateral**
4. **Cost of borrowing:**
  - a. Interest rate: 36%-12% per year depending on the loan size. Reducing balance\*
  - b. The interest rate goes down if more Cash Collateral is provided.
  - c. Processing fee: 1% of loan amount with minimum of \$4000
  - d. Revenue Stamps: 0.1% of loan amount
  - e. Credit Info Fee \$..... per person
5. **Loan term and installments:**
  - a. Purchase of inputs: loan term 6 to 36 months
  - b. Purchase of equipment: loan term up to 3 years
  - c. Weekly Monthly, quarterly and half-yearly installments possible

*Cost of borrowing at IPED*

**Loan term 12 months, monthly repayment**

Loan Amount	Total Interest	Total Repayment	Processing Fee	Total Cost	Monthly Payment
250,000	51,392	301,392	4,000	305,392	25,116
500,000	102,772	602,772	5000	607,772	50,231
1,000,000	205,544	1,205,544	10,000	1,215,544	100,462
2,000,000	411,088	2,411,088	20,000	2,431,088	200,924

**Loan term 6 months, monthly repayment**

Loan Amount	Total Interest	Total Repayment	Processing Fee	Total Cost	Monthly Payment
250,000	26,894	276,894	4,000	280,894	46,149
500,000	53,794	553,794	5000	558,794	92,299
1,000,000	107,588	1,107,588	10,000	1,117,588	184,598
2,000,000	215,170	2,215,170	20,000	2,235,170	369,195

**Loan term 3 months, balloon repayment**

Loan Amount	Total Interest	Total Repayment	Processing Fee	Total Cost
250,000	18,750	268,750	4,000	272,750
500,000	37,500	537,500	5000	542,500
1,000,000	75,000	1,075,000	10,000	1,085,000
2,000,000	150,000	2,150,000	20,000	2,170,000

*Please note that in this example:*

- i) *The loan amount includes a 20% Cash Collateral that is being withheld until maturity of the loan (This is optional)*
- ii) *Revenue Stamps are not taken into account*

**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 Mourant	Tel.: 336-6171	Lethem	Tel.: 772-2230
Linden Branch	Tel.: 444-3001	Mabaruma/Port Kaituma	Tel.: 772-2229
Parika	Tel.: 260-4399		

**GET GOING.  
KEEP GROWING.**

**General Requirements**

- Proof of Identity: **ID Cards or Passport**
- Proof of Address: **Updated Utility Bills-Rates and Taxes, Water & GPL/ Mail to address**
  - Tin certificate/ number
  - Reference: Names, Address and Phone numbers of :
    - 1. One Family Member**
    - 2. One Friend**
    - 3. Written Reference on form provided by IPED**
  - Estimate of cost of purchases to be made with loan
  - Quotation, Invoices, Official Orders
  - Statements of amounts owing to Banks, other Financial Institutions, Landlords, Suppliers, Family and Friends
  - Payment of 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:
- Food Handlers Certificate and P.H.I. Food Analyst
- Business Registration or License Vendor's ID Card.
- Shop License
- Import Export License
- Driver's License
- Other applicable license.....
- Rental Contracts/Permission Letter from Property owner to operate business
- Bill of Items/ Groceries Purchased

***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. 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
- If needed: Statutory Declaration of Land Cultivated

**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 . They will take photos of:
  - The Applicant(s)**
  - 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:
  - Approved Life Insurance of principal applicant under IPED's Group Life Policy.
  - Payment of:
    - Payment of Revenue Stamps.....
    - Signing of all Legal and other related Documents
    - Disbursement of the loan

***Please not that Loan Applications can take one (1) to two (2) weeks to process.***