ST Reinsurance

ST Reinsurance (Short Term Reinsurance) is a government top-up solution where EIFO covers up to 50% of the risk on short-term credit insurance.

Examples of Coverage Purposes

Payment security provides reassurance when trading with new or unknown customers.	Supports **growth without** increasing the company's **financial risk.**	Insured receivables can be used as collateral for working capital credit and **strengthen liquidity.**
Improves loan terms and credit limits, thereby providing **access to better financing.**	**Reduces the risk of losses** due to bankruptcies or non-payments.	Supports **international expansion** and makes it safer to trade with foreign customers.

Contact EIFO's Customer center: kontakt@eifo.dk | +(45) 31 51 94 21

Requirements

1. A formal framework agreement must be established with EIFO to be covered by the reinsurance.
2. The reinsurance is aimed at the export of standardized goods, which means that customized capital goods, services, and large project deliveries are generally not covered.
3. Low-income countries and non-OECD countries are typically not covered unless specifically approved.

Terms and Conditions



Overall framework & allocation

EIFO's reinsurance framework currently covers Atradius, Allianz, and Coface (Top-Up model).



Coverage and structure

EIFO covers up to 50% of the risk (Top-Up 50/50). The policyholder (the company) has a deductible of 15%. Covers short-term credits (up to 180 days).



Premium & fees

0.75% premium of turnover to EIFO. 25% ceding fee (retention) to credit insurance companies. Premiums are renegotiated annually.



Eligibility & requirements

A minimum of 20% Danish export content. The scheme covers the countries listed on the Reinsurance country list, including the Faroe Islands and Greenland. Credit insurance companies must obtain anti-bribery and transparency declarations.



Reporting & follow-up

Monthly reporting on buyer countries. Quarterly statements and reconciliation via RIN files. Excel sheets are used with fixed codes for liability, premiums, losses, etc.



Term & exit

Up to 180 days term per credit. The agreement runs for 3 years with the possibility of exit after 3 months.