

# Growth Guarantee

When the company cannot provide sufficient collateral, EIFO can cover a share of the financial institution's potential loss. The Growth Guarantee (Vækstkaution) thus serves as additional security.

## Customer Characteristics



- 1 The company must have positive equity and be creditworthy
- 2 The company and affiliated group companies may have a maximum of 249 employees (1)
- 3 Must have an annual turnover of max. 373mDKK or a balance of max. 320mDKK at group level
- 4 Must not be listed on a main stock exchange, and the financing must expand the bank's commitment

## Examples of Financing Purposes

Investment in **new machinery or equipment** when the company wants to streamline operations but cannot provide sufficient collateral

Financing the company's **ongoing working capital**, e.g., for building up inventory or handling seasonal fluctuations.

**Starting a new business**, where the bank is willing to provide financing but requires additional security.

Financing of **green transition**, e.g., investment in energy-efficient equipment or sustainable solutions

When the company wants to **lease equipment or use factoring**, and the financing company requires additional collateral

Financing a **generational or ownership transfer**, and the bank requires additional security to finance the takeover

## Terms and conditions



Bank's facility size  
0-2.000.000 DKK.



Coverage  
75% of the final loss on the specific facility.



Establishment fee  
1.5% of the guarantee amount (half price if the guarantee is for one year).



Premium  
2% p.a. of the principal amount of the loan (half price if the guarantee is for one year).



Term  
Amortized linearly over a maximum of 10 years. However, a maximum of 6 years in the case of operating financing for agriculture.



Collateral  
No requirement for separate collateral to EIFO, but collateral provided to the financial institution must cover the entire financing—not just the financial institution's loss exposure.



Self-service solution  
Application via EIFO's customer portal. Expedition time is approx. 5 working days.