

Investment Guarantee

An investment guarantee is an insurance solution that protects Danish companies against financial losses resulting from political risks associated with investments abroad.

The Process



- 1 You do not wish to bear the full risk of your investment abroad
- 2 You contact EIFO and submit a brief project description
- 3 A risk assessment is conducted based on the project and country context
- 4 An offer is issued, including a premium indication and applicable terms

Examples of Coverage Purposes

Establishment of **subsidiaries** in unstable countries, where there is a risk of political interference or high uncertainty

Construction of **production facilities** abroad, where the investment may be affected by local conditions or legislation

Insurance against losses in **joint venture collaborations**, where ownership and operations are shared with a local partner

Coverage of **investments in green energy** in countries with political or economic instability

Protection in **acquisitions of local companies** in high-risk countries, where there is a risk of currency restrictions or contract breaches

Coverage for **reinvestment or scaling up activities** in unstable countries, where conditions may change rapidly

Terms and conditions



Coverage & guarantee percentage
EIFO covers up to 90% of the loss due to political risks.



Term
Up to 15 years. Adjusted to the nature of the investment and the expected return period.



Scope of application
Applies to investments abroad, e.g., subsidiaries, joint ventures, or acquisitions. Focus on developing countries and high-risk areas.



Amount
No fixed amount limit. Assessed individually based on the scope and risk profile of the investment project.



Premium & Terms
The premium depends on the project's risk level and investment country. You will receive a premium indication after risk assessment.



Danish economic interest
A business covered by an investment guarantee must meet the general requirements for Danish economic interest.



Payout & recovery
Compensation is paid upon fulfillment of coverage conditions. EIFO subsequently handles recovery on behalf of the Danish state.