

Interest Rate

- o 10% simple interest per annum.

Term of Loan

- o 6 months to 7 years. Cash flow will determine the specific repayment period within the maximum allowable period.

Grace Period

- o Up to a maximum of 6 months.

Fees

- o A loan application fee of K50.00 will apply to all loan applications submitted. This fee is non-refundable.
- o Upon approval a loan approval fee of K50.00 will be charged for loans less than K5,000. Any amount above that will attract a 1% loan approval fee based on the loan amount applied for.



Applications or Enquiries

Applications must be submitted through:

The Corporate Services Manager
PNG TPA
P O Box 1291,
PORT MORESBY
NCD

For further enquiries contact:



National Development Bank Limited
Po Box 686
Waigani
N.C.D
Papua New Guinea

Phone: (675) 324 7500
Fax: (675) 324 7535

Or visit our website:
www.ndb.com.pg



Papua New Guinea
A MILLION DIFFERENT JOURNEYS

The

**PNG
Tourism
Promotion
Authority**



and



The National Development Bank Ltd

Purpose

For the development and expansion of small to medium scale tourism projects in Papua New Guinea

Funding

TPA and NDB will be partners in this project by NDB meeting TPA's cash outlay Kina for every kina. Initial funding will be K2,000,000 or K1,000,000 each.

Applicants (Eligibility)

- PNG Citizens and registered Entities.
- Must be between 18 to 55 years of age and in good health.
- Must demonstrate capability in acceptable Tourism Promotion Authority marketing advice and techniques.
- Must be able to demonstrate acceptable borrowing history if required.
- Member of the PNG Tourism Industry Association and its affiliated associations.
- Must be of no criminal record.
- The set up must be viable, sustainable, accessible and marketable.

Equity

All applicants are to contribute a minimum of 30% equity towards the total project cost.



Loan Amount

- Minimum K1,000.
- Maximum K200,000 (strictly).
- Any larger amounts to be subject to confirmation between NDB and TPA

Eligible Expenditure

- Development cost of eco-tourism.
- Materials and equipment.
- Construction Labour.
- Initial operating capital.

Technical Requirements

Project must be accessible by road or sea and acceptable to Tourism Promotion Authority criteria and NDB staff.

Market

- Project must be accessible to an established market.

Security Requirements

- Personal guarantee of borrower and other persons of financial standing may be required.
- Registered bill of sale over the materials, equipment etc to be purchased under the loan.
- Irrevocable Authority, if applicable.
- Clan Land Usage Agreement.
- Payee – Payments must be made directly to suppliers.

Other Requirements

1. Business Proposal & Plan
2. Certificate of Incorporation from IPA
3. Financials:
 - Statement of Assets & Liabilities of the Directors, Shareholders or Guarantors
 - Certified company returns
 - GST/ Income Tax Compliance Certificate
 - Financial Statements (last 3 years)
 - Debtors & Creditors listing
 - Cash flow projections/ Budget with detailed commentary on assumptions
 - Bank Statements
 - Valuations from registered valuers
 - Insurance cover

