### Interest Rate

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

Up to a maximum of 6 months.

#### Fees

- o A loan application fee of K50.00 will app<mark>ly to all loan applications submitted. This fee is non-refundable.</mark>
- 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

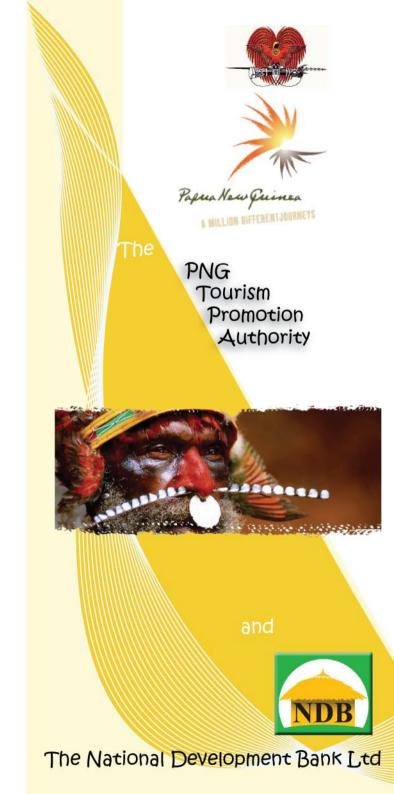
For further enquiries contact:



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



### 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.
- o Registered bill of sale over the materials, equip--ments etc to be purchased under the loan.
- o 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
- o GST/ Income Tax Compliance Certificate
- o Financial Statements (last 3 years)
- o Debtors & Creditors listing
- Cash flow projections/ Budget with detailed commentary on assumptions
- Bank Statements
- Valuations from registered valuers
- Insurance cover

