**Agricultural / Horticultural Sector Credit Lines in Moldova**

| **Financing conditions** | ***Situation 19.04.2019*** | | | | | |
| --- | --- | --- | --- | --- | --- | --- |
| **EIB Credit Line Fruit Garden of Moldova** | **IFAD 7 Credit Line** | | **EBRD EU4BUSINESS Credit Line** | **WB PAC 2  Credit Line** | **Credit Line Directorate Reflows** |
| **IFAD 7  (SME)** | **IFAD 7  (Young Entrepreneurs)** |
| **Project duration** | 2016-2022 | 2017-2020 | | 2016-2026 | 2015-2019 |  |
| **Total budget** | 120 m EUR | 32 m USD | | 399 m EUR | 45 m USD | Several m EUR/MDL/USD |
| **Eligible area** | Including Chisinau and Balti | Excluding Chisinau and Balti | Excluding Chisinau and Balti | Including Chisinau and Balti | Including Chisinau and Balti | Excluding Chisinau and Balti |
| **Eligible activities** | All production and services related to the horticulture and wine-making vale chain (including rural tourism, beekeeping, landscaping) | All production and services related to the crop and livestock vale chain (including rural tourism, beekeeping,) | Agricultural and non-agricultural income generating activities | Financing of investment projects and working capital (production and services) | Agricultural production and processing as well as services (non-advisory) related to the generation of export earnings | All investments in the rural sector with exceptions (e.g. Procurement of buildings) |
| **Eligibility of second-hand equipment** | Yes | No | No | No | No | RISP 1-2 (Yes)  IFAD 1-3 (Yes)  IFAD 4-6 (No)  PAC 1-2 (No) |
| **Eligible beneficiaries** | All legal, commercial entities | Only SMEs related to agriculture or rural tourism (legal, commercial entities, up to 250 employees or 50 m MDL turnover) | Only rural SMEs in which young entrepreneurs (aged 18-35) hold at least 50% of the capital share | All legal, commercial entities | Private companies related to exports that have been active for at least 2 years | All legal, commercial entities |
| **Credit currency** | MDL, EUR | MDL, USD, EUR | MDL, USD, EUR | EUR, USD | MDL, USD, EUR | MDL, USD, EUR |
| **Credit term** | Up to 10 years,  including a grace period of up to 4 years | Up to 8 years,  including a grace period of up to 4 years | Up to 8 years,  including a grace period of up to 4 years | Up to 5 years | Up to 8 years for investments;  up to 4 years for working capital | Up to 10 years,  including a grace period of up to 3 years |
| **Max. credit: Investments** | 5,000 k EUR | 250 k USD  (80% IFAD resources, 20% bank resources) | 100 k USD | 3,000 k EUR | 800 k USD | 800 k USD |
| **Max. credit: Working capita** | 600 k EUR | 20% of the credit amount | Not possible | Not possible | 500 k USD | 50% of the credit amount |
| **Interest rate** | 7-8% (MDL)  3-5% (EUR) | 7-8% (MDL)  4-6% (EUR)  5-6% (USD) | 7-8% (MDL)  4-6% (EUR)  5-6% (USD) | 10-12% (MDL)  6-7% (EUR)  8-9% (USD) | 7-8% (MDL)  3-4% (EUR)  6-7% (USD) | 4.00-7.50% (MDL)  3.25-4.00% (EUR)  4.25-6.00% (USD) |
| **Beneficiary’s contribution** | Min. 50% of the total investment project value  Of this, beneficiary must prove that: 70% is contributed in Year 0 or Year -1  and only 30% in Year 1&2 | Min. 25% of the total investment project value (no rules on when the own contribution must take place) | Min. 10% of the total investment project value (no rules on when the own contribution must take place) | 0% | 0% | Min. 10% of the total investment project value (no rules on when the own contribution must take place) |
| **PFI** | BC Comerțbank  BC Energbank  BC Mobiasbanca  BC Procreditbank  BCR | BC Comerțbank  BC Fincombank  BC MAIB  BC Mobiasbanca  BC Moldindconbank  BC Procreditbank  INB Moldcredit (Microfinance) | BC Comerțbank  BC Fincombank  BC MAIB  BC Mobiasbanca  BC Moldindconbank  BC Procreditbank  INB Moldcredit (Microfinance) | BC MAIB  BC Mobiasbanca  BC Procreditbank  BCR | BC Fincombank  BC Comerțbank  BC Mobiasbanca  BC Procreditbank  BCR | BC Comerțbank  BC Energbank  BC Eximbank  BC Fincombank  BC MAIB  BC Mobiasbanca  BC Moldindconbank  BC Procreditbank  BC Victoriabank |
| **Grants** | None | None | None | 10-15% | None | None |
| **Services to beneficiaries** | Subsidised BDS, free TA | Subsidised BDS | Free BDS | None | None | None |
| **VAT and customs exemptions** | VAT zero and duty-free, could be for entire invest­ment if own contribution is not for the purchase of equipment, but for other related costs | VAT zero and duty-free, only for the 80% IFAD credit resources | VAT zero and duty-free, only for the 80% IFAD credit resources | 20% VAT (beneficiary’s own contribution), normal duty applies | VAT zero and duty-free, could be for entire invest­ment if own contribution is not for the purchase of equipment, but for other related costs | 20% VAT,  normal duty applies |