

# Department of Energy

## Visayas Energy Investment Forum

July 30, 2015



# SECURITY BANK

## Funding Facilities for RE Developers



## **SBC LENDING DEPARTMENTS:**

1. **Corporate Banking Group (CBG)**
  - For top 1,000 corporations
  
2. **Banking Center Group (BCG)**
  - a. Binondo Banking Center (BBC)
  - b. Kalookan Banking Center (KBC)
  - c. Ortigas & North Banking Center (ONBC)
  - d. Makati & South Banking Center (MSBC)
  - e. Visayas Banking Center (VBC)
  - f. Mindanao Banking Center (MBC)

## **CREDIT FACILITIES:**

### **1. Term Loan**

- with tenor of up to 15 years including up to 3 years grace period

### **2. Syndicated Term Loan**

### **3. Letter of Credit**

### **4. Short Term Line (Loan Line)**

### **5. Domestic Bills Purchase Line**

*Interest Rate at very competitive market rates*

# INDICATIVE COLLATERALS:

## Combination of the following:

1. Mortgage of Project Assets
2. Assignment of Rights under the Project Documents, permits and licenses
3. Assignment of Receivables
4. Assignment of Insurances
5. Assignment of all Project's bank accounts, including but not limited to the waterfall accounts and debt service fund account
6. Pledge of shares of shareholders in the borrower company
7. Guarantee of Dep't. of Energy-Loan Guarantee Fund (DOE-LGF)
8. Guarantees (third party guarantees, parent company, EPC Contractor)
9. Continuing Surety of owners
10. Mortgage of properties other than the project assets
11. Other collaterals which maybe agreed between Bank and borrower

## OTHER CONDITIONS:

1. Opening and maintenance of Debt Service Fund and Waterfall Accounts -with SBC
2. Opening of Construction Account where equity funds of borrower and loan releases will be deposited prior to its disbursements to project.
3. SBC shall be the sole depository bank of collections from the projects, to maintain reasonable balance based on outstanding loan.
4. Other conditions which may be agreed upon.

## Documents:

1. DOE Service Contract
2. Renewable Energy Payment Agreement  
(if developer will sell under FIT)
3. Power Supply Agreement  
(if developer will sell to distribution utility )
4. Meter Service Agreement with NGCP  
(if under FIT)
5. Connection Agreement with NGCP  
(if under FIT)
6. Agreement/Contract with EPC Contractor
7. Project Feasibility Study as approved by DOE-REMB

## Guarantee Companies:

### 1. LGU Guarantee Corporation

A leading private guarantee company owned by Bankers' Association of the Philippines (BAP), Development Bank of the Philippines (DBP) and Asian Development Bank (ADB).

### 2. DOE- Loan Guarantee Fund for RE

### 3. International Finance Corporation

### Upcoming

The World Bank's Philippine Renewable Energy Development (PhRED) Fund, already approved by DOE and for approval by Dep't. of Finance. Available guarantee shall be up to P400 M per RE developer. Power off-taker must be an electric cooperative.



# Renewable projects of SBC

## Approved :

1. hydro power plants
2. Geothermal
3. Wind power plants

**In Process:** 5 Hydro and Solar Power accounts

*THANK YOU...*



*BetterBanking  
begins here.*

Working harder. Growing faster.  
The new Security Bank.

