

SOVEREIGN RISK INSURANCE LTD.

APPLICATION FOR LENDERS

(Note: all financials should be quoted in the currency of the loan agreement)

1. APPLICANT

- A) Lender Name: _____
Authorized Representative: _____
Address: _____
Telephone: _____ Telefax: _____

2. PROJECT DESCRIPTION

- A) Name of Borrower/Project Enterprise: _____
B) Country: _____
C) Legal form of organization: _____
Ownership Structure: _____

D) Place of organization: _____
E) Business: _____
F) Project location: _____
G) Is the project: new _____ expansion _____ privatization _____ other _____

3. OVERALL FINANCIAL STRUCTURE

Indicate source of funds for the project. If the project is an expansion of an existing enterprise, please indicate on a separate sheet its capital structure prior to the expansion.

	<u>Equity</u>	<u>Debt</u>	<u>Other</u>
A. From Applicant:	_____	_____	_____
B. From Host Country:	_____	_____	_____
C. From other countries or international financial institutions*:	_____	_____	_____
	_____	_____	_____

* Please identify if an Export Credit Agency, a private bank, or capital markets

D. Totals

(Total) (Equity) (Debt) (Other)

4. **THE DEBT COMPONENT**

Please indicate principal amount of loan or loan guaranty to be insured:

A. Principal Amount Total Interest Amount

Loan _____

Loan Guaranty _____

Please provide loan repayment schedule.

B. Is the debt subordinated to any other financing? Please explain:

C. Security/Collateral: _____

5. **INSURANCE COVERAGE**

A. Please list the desired coverage amounts by category:

Expropriation _____

Inconvertibility _____

War/Political Violence _____

6. **CONVERSION/TRANSFER DETAILS**

Please describe the process whereby the foreign enterprise will be remitting profits/dividends out of the Host Country? Does the foreign enterprise earn foreign exchange? Is there an offshore escrow account? _____

How long does conversion/remittance normally take? _____

What license/approvals are required by the Host Country to transfer policy currency out of the Country? _____

Has the applicant obtained all necessary registrations, approvals and licenses? Are they still valid? _____

Is local currency freely convertible into U.S. dollars? If no, please explain:

7. **REQUIRED ATTACHMENTS**

Please include the following legal and financial documents with this application. These documents will be treated as proprietary, strictly confidential business documents by Sovereign Risk Insurance Ltd.:

- Loan and/or Loan Guaranty Agreements
- Intercreeitor Agreements
- Power Purchase Agreements and Fuel Supply contracts, if applicable
- Relevant legal opinions
- Information Memorandum, if applicable
- Other documents pertaining to the loan

The undersigned authorized officer of the Applicant declares that to the best of his/her knowledge the statements set forth in this application are true and no material information has been withheld.

Signing of this application does not bind the undersigned to complete the insurance, but it is agreed that this application shall be the basis of insurance should a policy be issued.

APPLICANT:

BY: _____ DATE: _____
(Signature)

PRINT NAME AND TITLE: _____
TELEPHONE: _____ TELEFAX: _____

E-MAIL: _____

This information is considered privileged information and will be held in the strictest confidence by Sovereign Risk Insurance, Ltd.