

Indicative Examples of Transactions Eligible for Loans and Guarantees

1. Short-term loans have been rolled over to fund long term working capital. However, there is a need to obtain a certain amount of long-term financing to cope with increased inventories or deteriorated earnings due to a decline in sales.
2. There is a need to finance replacement investment for aging capital equipment.
3. Funding needs for capital investment or acquisition of businesses for which contracts had already been signed as of January 27, 2009, the date of public notice, (including such transactions that have been temporarily funded by short-term loans but need refinancing and such transactions that require financing to avoid penalty charges or payment of compensation).
4. There is a need to finance the acquisition of that portion of equity stakes in a foreign joint venture firm which has been withdrawn by the joint investment partner(s).
5. There is a need to refinance long-term debt, for example, as outstanding corporate bonds reach maturity.

Note:

1. The above examples are only indicative.
2. The “Juridical Persons, etc of Japan” or “Foreign Juridical Persons, etc. Invested in” as defined in the Japan Finance Corporation Act are eligible regardless of their size (whether they are large corporations or SMEs).
3. Short-term loans (with a maturity of less than one year) cannot be provided under the JFC Act.
4. When prospects are dim for performing obligations pertaining to loan or guaranteed debts, credit cannot be provided under the JFC Act.