

# How to get the COVID-19 Credit Plus loan?

April 2020

You may be considering a COVID-19 Credit Plus application to secure ongoing liquidity needs. But do you have a clear view on what's expected of your company in the context of the application process? Do you understand the longer term impact on your company if you are approved?

## Key considerations



Criteria and conditions that need to be met



Short-term funding requirements pre and post COVID-19

Funding gap resulting solely from COVID-19



Short-term cash flow projection, budget and forecast, and business plan pre and post COVID-19



Sensitivity analyses and stress tests of key assumptions



Legal entity view versus group structure considerations (e.g. group financing, cash pooling agreements, intercompany loans)



Contingency planning in case the loan application is rejected

## Benefit from a well-structured and prepared process and gain:



**Confidence** that comes with understanding critical COVID-19 Credit Plus criteria, thanks to clear and professional expert advice



**Clear insights** afforded by an independent view on your short-term cash flow projection, budget and forecast, business plan pre and post COVID-19



**Company-specific high-quality documentation** covering the most important key aspects



**Bolstered support** in the application process with KPMG accompanying you in bank and stakeholder negotiations, when and if you desire it

## How can we help?



We will help you with ...

- **Evaluating** the general and company-specific criteria to qualify for the COVID-19 Credit Plus loan
- **Assessing** the impact of COVID-19 on the
  - short-term (13-17 weeks) cash flow projection
  - budget and forecast FY2020
  - business plan
- Analyzing the **short-term funding requirements** and **funding gap**
- Evaluating the **capital structure, debt capacity** and **key financial ratios** in the context of the intended transaction
- Analyzing the reporting obligations, particularly the temporary relief, in the context of **imminent overindebtedness** (Art. 725 paragraph 2 of the Swiss Code of Obligations)
- **Contingency planning** in case the loan application is rejected
- Assessing and implementing **alternative financing solutions** (equity, promissory notes, etc.)
- **Project and process management**, including stakeholder management

KPMG will work with you to help you through these times and help you stay true to your plans for business continuity.

### Find additional KPMG COVID-19 resources here

<https://home.kpmg/ch/en/home/insights/2020/03/coronavirus-business-continuity-plan.html>

<https://home.kpmg/ch/en/blogs/home/posts/2020/03/coronavirus-is-a-massive-challenge-for-companies.html>

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