

FLEXIBLE LOANS

Beneficiaries	Municipalities, Provinces, Mountain Communities, Island Communities, Metropolitan Cities, Union of Municipalities and Consortia in which local authorities participate (excluding those that manage activities with economic and entrepreneurial significance) and Consortia for the management of social services to which TUEL is statutorily applicable (CDP Circular no. 1280/2013)
Intended use	Making of public investments pursuant to Law no. 350 of 2003
Minimum amount	€100,000.00
Disbursements	During the period of use, the Entity may request disbursements, in one or more instalments, on the loan, according to the usual procedures provided by CDP, on the basis of documentation relating to the expenditure incurred up to the amount granted. Disbursements may be requested in the period between the signing of the contract and 30 November of the last year prior to the date of commencement of amortisation. By the end of the period of use, the Entity has in any case the right to request an additional period of use that extends to the maturity of the amortisation of the loan, with regard to the entire amount of the loan (total conversion) or only a part of it (partial conversion).
Duration	The total duration of the flexible loan (from the signing date to maturity of the amortisation) may not be less than 5 years or more than 30 years, also in relation to the type of investment financed. The pre-amortisation period shall commence on the date of signing of the contract and shall normally end on 31 December of the first, second, third, fourth and fifth calendar years thereafter, at the choice of the entity. Amortisation normally lasts between 4 and 28 years
Start of Amortisation	1 January of the second, third, fourth, fifth or sixth year following the year of signing of the contract
Interest regime	The flexible loan is regulated at a floating rate in the pre-amortisation period (Euribor Parameter plus the Single Spread). The Entity is entitled to exercise - in the manner specified in the applicable Circular - the option to change the interest rate, as a result of which the following year the fixed rate interest regime will apply from 1 January (Financial Equivalent Rate "TFE" plus the increase provided for)
Repayment of Principal	In six-monthly instalments falling due on 30 June and 31 December of each year of the amortisation period, with a linearly increasing principal portion, determined according to a repayment plan expressed as a percentage.
Non-disbursed portion of the loan	From the date of commencement of amortisation, in the case of partial or total conversion, on the portions of the loan not disbursed, CDP shall pay the Entity a sum, paid every six months, calculated on the basis of the amount not disbursed and a rate equal to the Euribor Parameter
Pre-amortisation interest	On the individual amounts disbursed from the disbursement date until the day preceding the Amortisation Start Date
Post concession	Reduction and different use for amounts not yet disbursed, as well as early repayment of the loan, in whole or in part, in the cases and in the manner specified in the applicable Circular
Guarantee	Payment authorisation
DISCLAIMER	<i>This sheet describes for purely illustrative purposes the main characteristics of the product; for more detailed information, please refer to the applicable Circular</i>