

**APPLICATION FOR
FOREIGN INVESTMENT INSURANCE**

MAIN APPLICATION FORM
(Foreign Investment Insurance Policy – FIIP)



ICIEC Registration number: _____ Host country: _____

A. INVESTOR

1. **Name:** _____

2. **Address:** _____

Country: _____

Contact Name: _____ Title: _____

Tel.: _____ Fax: _____ E-Mail: _____

3. **Legal Status**

Individual,

Nationality: _____

Partnership:

Date of registration: _____

Place of registration: _____

Partners' names and nationalities:

	Name	Nationality
1		
2		
3		
4		

Corporation

Country of incorporation: _____

Principal place of business: _____

Majority of capital owned by nationals of: _____

If investor is part of a group, name the ultimate company and state its country of incorporation:

4. **Brief description of Investor's business:**

5. **Will any part of the investment be made through an intermediary?**

If yes, state name and location: _____

B. ENTERPRISE

Note: the enterprise is the local company or other legal entity in which the investment will be made and which will undertake the project. The project is the activity or development which the investment will finance.

6. **Name of enterprise:**

7. **Address of enterprise:**

Country of enterprise:

8. **Legal form of enterprise (e.g. company, partnership, branch etc.):**

.....
Place of incorporation or registration:

9. **Location of project:**

10. **Brief description of project:**

.....
.....

11. **The enterprise is:**

- already in existence and operating an existing business
- being set up to operate an existing business
- being set up to undertake a new activity

12. **If the enterprise is already in existence or being set up to operate an existing business**

a) What is the existing business?
.....
.....

b) Will the activity financed by the investment be new to the enterprise? Yes No

c) Who currently are the principle shareholders in the business (indicate percentage share holding in each case)?

Principle Shareholders	Share holdings %

	Percentage of ownership	Amount of contribution		
		Equity	Debt	Total
a) Investor				
b) Other foreign investor(s)				
• Private (name)				
• Government (name)				
c) Host country investor(s)				
• Private (name)				
• Government (name)				
d) International financial institutions (name)				
e) Total project financing	100%			

16. If ownership percentages are different from equity contributions, please explain:

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.....

.....

C. INVESTMENT

17. **Investor's contribution for which insurance is required**

Contribution	Equity	Debt	Other	Total
Foreign exchange				
Local currency				
Retained earnings				
Machinery and equipment				
Stock				
Patents, Technology				
Other (specify)				
TOTAL				

18. **Details of shares (or other securities) to be acquired by investor as a result of his equity contribution (Existing shares are shares purchased from existing shareholders)**

Class of share and par value	Number of shares			Total A as percentage of total shares issued (new and old)	Cost of purchase in (currency)		
	New	Existing	Total A		New	Existing	Total B

If enterprise is already in existence:

a) What is the basis for the valuation of the shares?

b) From whom will the share be purchased?

Are any of the shares to be acquired not fully paid-up? Yes No

If yes, give details

Are there any restrictions on the transfer of ownership of the shares? Yes No

If yes, give details

19. **Details of loan investment**

Principal amount (in currency in which it is to be repaid)

Program of disbursement:

Date	Amount

Schedule of repayment:

Date	Amount

Circumstances under which loan may be accelerated:

.....
If the loan is to be guaranteed by a third party, give details:

20. **Details of machinery and equipment forming part of the investment (if applicable)**

Is the machinery and equipment new or used ?

Basis of valuation

21. **Details of other equity contributions (describe and give basis of valuation in each case)**

22. **If the investment includes local currency, is it freely convertible for remittance by the investor out of the host country?**

Yes No

To whose account are the funds held?

23. **If the investor is contributing any type of non-equity direct investment (e.g. technical assistance, production-sharing contracts etc) give details of the nature of contribution, the duration, terms of remuneration and how the value was established.**

D. PROJECT VIABILITY

24. **Anticipated after-tax returns on investment:** _____ %

Equity: _____ %

On what assumptions are these figures based?

25. **Will the project's profitability depend significantly on certain existing or expected host government incentives, concessions or restrictions (e.g. tax reliefs, subsidies, tariff dispensations or protection from competing imports by way of tariffs or quota restrictions etc)?** Yes No

If yes, give full details

26. **Is the project dependent on critical raw materials or supplies, or suppliers, whether in the host country or elsewhere?** Yes No

If yes, describe the critical resource(s) and its (their) source(s)

27. **Is the project dependent on key markets into which the goods or services produced by the project are to be sold?** Yes No

If yes, give full details

E. ECONOMIC IMPACT ON HOST COUNTRY

28. Host government revenues

Estimate the revenues to the host government that will result from this project (annual average over first five years of operation)

a)	Taxes, royalties and duties to be paid	
b)	Dividends payable to the government	
c)	Taxes, royalties and duties foregone as a result of the investment (e.g. due to import substitution)	
d)	Net impact (a + b – c)	

29. Impact of project on host country balance of payments (annual average over first five years)

a)	Value of imports replaced	
b)	Value of exports generated	
	Total X (a + b)	
c)	Value of imported goods and services used in production (excluding those capitalized as part of the initial investment)	
d)	Remittances of dividends, interest, fees, etc.	
	Total Y (c + d)	
e)	Net foreign exchange impact (X – Y)	

30. Describe in general terms what impact in the host country the project will have on:

a) Employment:

b) Development of technical and managerial skills:

c) Local suppliers:

d) Domestic prices of similar goods and services:

e) Quality and availability of the relevant goods and services:

f) Other economic or social aspects (e.g. infrastructure, environment, education, health, etc):

31. What percentage of the host country's total production and supply of the same or similar goods and services will the project provide?

F. RELATIONS WITH HOST GOVERNMENT

32. **Will the investment be the subject of a specific contract and/or agreement with the host government?** Yes No

If yes, give details

33. **Are there any laws or decrees in the host country which are particularly relevant to this investment?** Yes No

If yes, describe briefly

34. **What approvals of the host government have to be obtained before making the investment or undertaking the project?**
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35. **What conditions have been imposed by the host government regarding the enterprise or the project?**
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36. **Does the investor or the enterprise have the right to an offshore and/or foreign currency bank account?** Yes No

If yes, give details

37. **Will there be any restrictions on the freedom of the investor or the enterprise to remit earnings from the host country or repatriate the investment?** Yes No

If yes, give details

38. **Has the host government (or the central bank or other agency) given or offered any guarantee of the availability of foreign exchange for such transfers?** Yes No

If yes, give details

39. **Have there been any disputes or litigation involving (a) the investor or any associate of the investor or the enterprise and (b) the host government or a private entity in the host country?** Yes No

If yes, give details

40. **Does the investor or any associate of the investor have or has he/they previously had interests in the host country other than this government?** Yes No

If yes, give details

G. GENERAL INFORMATION

41. **Does the investor have any additional information which demonstrates either (a) the acceptability of this investment to the host country or (b) any other factors or influences (favorable or adverse) which might affect this investment?** Yes No

If yes, give full details

42. **Does the investor have experience of making foreign investments in other countries?** Yes No

If yes, give details of the countries, type of investment, amounts invested, dates of investment and any investments which have failed, together with the reason for such failure

Date	Country	Investment	Amount	Reasons for failure of investments

43. **Has the investor committed himself on making the investment?** Yes No

If yes, in what way has the commitment been made?

Actual/estimated dates of investment:

Equity:

Loan:

Other:

H. INSURANCE

44. Details of the amount of insurance required

Type of investment	Maximum insured amount	Insured amount for the first year
Equity		
Loan		
Other		
Total		

Policy currency requested _____

45. Does the investor require from ICIEC Breach of Contract cover? Yes No

If yes, give details of contract or agreement with the host government to be covered

.....

46. Does the investor require from ICIEC Non-Honoring of Sovereign Financial Obligation (NHSO) cover? Yes No

If yes, provide details of the guarantee

.....

47. Has the investor or any other participant in the project applied for insurance to any other insurer (public or private)? Yes No

If yes, please give name(s) of insurer(s)

.....

May ICIEC contact such insurer(s) for the purposes of coinsurance or reinsurance?

Yes No

I. SUPPORTING DOCUMENTATION

48. Please attach copies of all the following documents to the extent available (tick the appropriate boxes)

- Investor's latest audited annual financial statements
- Latest audited annual financial statements of the investor's ultimate parent company
- All documents relating to the investor's contribution to the enterprise e.g.
 - shareholder's agreement
 - Joint venture agreement
 - management agreement
 - technical assistance agreement
 - loan agreement
 - loan guarantee agreement
 - other (specify)
- If the enterprise is already in existence, its latest audited annual financial statements
- All contracts relating to any non- equity direct investment e.g.
 - production-sharing contract
 - lease agreement
 - operating agreement
 - other (specify)
- Any feasibility study relating to the project, including:
 - cash flow projections
 - market analyses
 - other (specify)
- All agreements with the host government and its agencies (list below)
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- Approvals issued by the host government and its agencies (list below)
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- Guarantee issued by the host government and its agencies
- All other agreements between the enterprise and third parties relating to this project on which the viability of the project is dependent (list below)
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J. APPLICATION AND DECLARATION BY INVESTOR

We, the investor named above, hereby apply to the Islamic Corporation for the Insurance of Investment and Export Credit (ICIEC) for a foreign investment insurance policy, a specimen of which we have read. We have not entered into any contract of insurance of indemnity relating to the investment which the above policy (if issued) will apply as regards any risk covered by that policy. We will not enter into any such contract of insurance or indemnity without your consent in writing.

We are not aware of any circumstances relating to this investment which might adversely affect your decision to insure it. If such circumstances arise at any time, we will notify you immediately.

We certify that the statements made and information provided by us are true and we have not misrepresented or omitted any material information relevant to the policy or to the risks to be insured thereunder. We agree that such statements and information will form the basis of and will be incorporated in the policy. We agree that the truth of such statements and information and due performance of each and every undertaking in this proposal or in the policy will be a condition precedent to any liability on your part under the policy.

Signature: _____ Date: _____
Name: _____ Capacity of signatory: _____
(Managing director, partner, owner etc – see below)

In the case of an incorporated company, this proposal should be signed by an authorized officer for and on behalf of the company and should state the capacity in which the signatory acts.

In case of a partnership this proposal should be signed by a partner in the firm.

In case of a privately owned business this proposal should be signed by the owner.