

## Hundred per cent Project Funding from the Alternative Market

To start the process, we would require a proof of fund statement, a short summary of the project, and a brief about the promoter as per the format below.

Minimum project size 100 million US\$, with the funding side retaining 80% of the shareholding, till such time as the promoter buys out the funding side's share.

Minimum commitment amount required from the promoter is **1 million US\$**. Multiples of one million may be required for requirement of larger fund requirements.

Funds can be used for new projects or for expansion of existing projects.

*Following an in-principle approval, the process (as conveyed), is as follows:*

**Step 1:** The promoter side and the representatives of the funding side will meet to work out the requirement of funds, the time period for disbursement, the shareholding by the funding side, and the documents required by the funding side. The process may also be done by video conferencing should it be required.

**Step 2:** Pursuant to a Memorandum of Understanding being signed and registered, the 1 million US\$ (or more) will be placed in the Investor's U.S. bank for 90 days, for the amount being committed to the project funding side. The amount would be returned to the investor after 90 banking days.

A disbursement schedule will be provided along with the agreement, and funds will be disbursed according to that schedule.

Alternatively an amount in INR (rounded off to 10 crores) can be kept as deposit with the Indian subsidiary of the US funders.

**Step 3:** Disbursement of the funding amount will start in tranches in 60 to 90 days, depending on the state of readiness of the promoter's project.

A monthly report is to be sent to the funding side regarding the status of the project, till the project becomes operational.

### Format for initial submission

- Name of company with [RoC registration number \(for India\)](#)/or company registration number in the country of registration.
- Names and short background of promoters.
- [PAN Card of Company, \(for India\)](#).
- [PAN Cards of Promoters/Directors, \(for India\)](#).
- Contact Address.
- Contact Person.
- Contact Phone Number.
- Contact E-mail address.
- Website, *(if any)*
- Brief description of project, *(not longer than 2 pages)*.
- Funding required.
- Time schedule for requirement of funds.
- Status of the project
  - Business Plan
  - Land — owned, leased, to be purchased
  - Project Report / Detailed Project Report
  - Government Approvals, etc. *(only a list please, with validity of approvals)*