



NISHNAWBE ASKI DEVELOPMENT FUND

INVESTMENT FUND

Existing Aboriginal Business or First Nation
Annual Purchase
For Winter Road Transport

STATEMENT OF INTENT

Head Office:

106 Centennial Square, 2nd Floor
Thunder Bay, ON P7E 1H3
Toll Free – 1-800-465-6821
Fax 807-622-8271

Sub-Office:

251 Third Avenue, Suite 9
Timmins, ON P4N 1E2
Toll Free – 1-800-461-9858

CFDC Investment Fund Sponsored By:



CRITERIA FOR LOANS MADE BY NISHNAWBE ASKI DEVELOPMENT FUND

1. The applicant shall be a First Nation or group of First Nations within the Nishnawbe Aski Nation, Treaty #3, Robinson-Superior/Treaty 1850.
2. Any loan or the aggregate amount of loans made by the Fund to any one entity or related entities shall not exceed the limits established by the Fund.
3. The Applicant shall supply all the financial, First Nation and business information required by the Fund and provide a cash flow and/or repayment plan for the review and approval by the Fund. Any changes to the cash flow and/or repayment plan shall first receive the written approval by the Fund before being implemented.
4. Loans shall bear interest at a percentage determined by the Fund and calculated by the compound interest method.
5. Loans shall be open and may be repaid at any time in whole or in part without any notice or bonus.
6. Repayment of loans shall be made at the office of the Fund or at such other place as the Fund may in writing direct and shall be paid in such manner including a pre-authorized payment system with the Borrower's Bank as the Fund may determine.
7. Security to be given by the Borrower to the Fund shall include but not be restricted to mortgage, chattels, equipment and vehicles; floating charge on all assets of the borrower not otherwise specifically charged in favour of the Fund; Personal Property Security Agreement; and a personal guarantee of the borrower if it is not incorporated.
8. The borrower shall insure all assets pledged or secured and shall have the Fund recorded as Loss Payable in policies of insurance subject to the term of the Standard Mortgage Clause of the Insurance Bureau of Canada.
9. The borrower shall pay an application fee of \$150. A cheque or money order will be accepted, and should accompany this application.
10. The borrower shall pay an approved loan administration fee the greater of 2.5% of the approved loan or \$100.
11. **The Borrower shall provide to the Fund financial statements of the business carried on by the Borrower on a monthly basis and after the Borrower's fiscal year end and such interim financial statements and such other financial information as the Fund request in writing from time to time within the time period specified in such request.**
12. Funds will only be disbursed after all security requirements of the Fund are met by the Borrower.
13. The borrower acknowledges that any loan granted is to be repaid in full on the terms and conditions set out in the Letter of Offer and loan documents and **that no part of the principal amount loaned to the Borrower and interest therein are a grant or a forgivable loan.**
14. There will be additional terms and conditions specific to the loan request which will be outlined in the Letter of Offer IF the loan is approved.

I/WE hereby acknowledge receipt of a copy of the above CRITERIA FOR LOANS and agree to be bound by the terms and conditions hereof.

DATED this _____ day of _____, 200__.

Borrower

Borrower

**NISHNAWBE ASKI DEVELOPMENT FUND
REQUEST FOR FINANCING
FOR GOODS TO BE TRANSPORTED OVER THE WINTER ROAD**

INSTRUCTIONS TO APPLICANT

- * Answer all questions as completely as possible.
- * Submit the completed form to the Nishnawbe Aski Development Fund office in Thunder Bay or Timmins.
- * Keep a copy for your records.

IDENTIFICATION OF APPLICANT

First Nation

Address:

Contact Name:

Telephone and Fax #:

IDENTIFICATION OF APPLICANT (if corporation)

Name of Corporation:

Date of Incorporation:

Location of Head Office:

Federal or Provincial Incorporation:

(Please provide a list of officers and directors of the corporation, incorporation documents including bylaws, together with a borrowing resolution authorizing this application).

Attach the Business or First Nation's most recent audited financial statement and interim financial statement(s) for the remaining period(s).

Describe the products to be purchased, whether for First Nation use or for resale and how this compares to previous year's purchases .

Describe how the financing would be repaid (e.g. from regular First Nation Operating and Maintenance Funding, resale of the product, other income source)

FINANCING OF PURCHASE:

| | |
|-------------------------|-----------------|
| Applicant's equity/cash | \$ _____ |
| NADF | _____ |
| Banks (specify) | _____ |
| Other sources (specify) | _____ |
| | _____ |
| | _____ |
| TOTAL | \$ <u>_____</u> |

DECLARATION OF APPLICANT

I certify that all the information given by me in this statement is true.

I authorize the officers of Nishnawbe Aski Development Fund to make all necessary inquires including credit investigation and checking references both those provided or those deemed necessary as a result of the review of additional information provided by the applicant..

Signature of Applicant

Date

Signature of Applicant

Date

FEE STRUCTURE (effective September 1, 2001)

Non-sufficient Funds Fee (returned cheque or pre-authorized debit) - \$20

Loan Application Fees - Youth - \$100
- Regular - \$150

Loan Administration Fees – 2.5% of approved loan (added to the loan)

Annual Renewal Fees - Youth - \$100
- Regular - \$250

Monitoring Fees – Risk rated loans - \$75/month for a minimum of 12 months, reviewed annually

Default Loan Fees - Youth - \$250
- Regular - \$500

Default Loan Monitoring - \$150/month commencing 30 days after default and applied monthly until out of default

Default Loan Interest Premium – 6% over base rate, commencing 30 days after default and applied monthly until out of default

FEEDBACK

1. How did you hear about NADF?

Radio Newspaper Friends Other _____

2. Do you have any suggestions on how we can better serve our clients or make the loan application process easier?
