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Factsheet for case **DE-2020-13/363**

Direct participation for syndicate financing

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| | |
|--------------|---|
| Country | Germany, applies nationwide |
| Time period | Temporary, started on 23 March 2020 |
| Type | Legislation or other statutory regulation |
| Category | Supporting businesses to stay afloat – Access to finance |
| Case created | 07 April 2020 (updated 22 April 2020) |

Background information

Providing financial support to medium-sized and large companies for investments and working capital. Improved conditions for receiving loans are based on the European Unions „Temporary Framework for State aid measures to support the economy in the current COVID-19 outbreak. Also, this measure is part of the support package to stabilise the German economy and help out firms during the Corona crisis. The package was adopted by the Federal Government at the end of March 2020

Content of measure

If medium-sized or large companies seek syndicate financing for their investments or working capital, KfW bank will bear up to 80% of the risk, but no more than 50% of the total debt. The risk share amounts to at least EUR 25 million. However, it is limited to a certain extent, i.e. 25% of the annual turnover in 2019 or double the wage costs in 2019 or it is not higher than the financing requirements for the next 12 months. This measure is part of the support package to stabilise the German economy and help out firms during the Corona crisis. The package was adopted by the Federal Government at the end of March 2020 and includes several measures easing access to loans and financial assistance for companies of different sizes

Use of measure

No information to date

Actors, target groups and funding

| Actors | Target groups | Funding |
|--|---------------|----------------|
| National government Company / Companies | All companies | National funds |

Social partners

| | |
|-------------------------|-----------|
| Role of social partners | Consulted |
| Form of involvement | Other |

German social partners are usually consulted by the Federal Government on broader measures, though no formal tripartite social dialogue structure exists in Germany at the federal level

Sectors and occupations

This case is not sector-specific.

This case is not occupation-specific.

Sources

- 07 April 2020: KfW coronavirus aid: loans for companies (www.kfw.de)