



DFC-DPA Loan Program

June 2021

*United States International Development Finance
Corporation*

DPA OVERVIEW



America's Development Bank

DFC partners with the private sector to finance solutions to critical challenges facing the developing world.



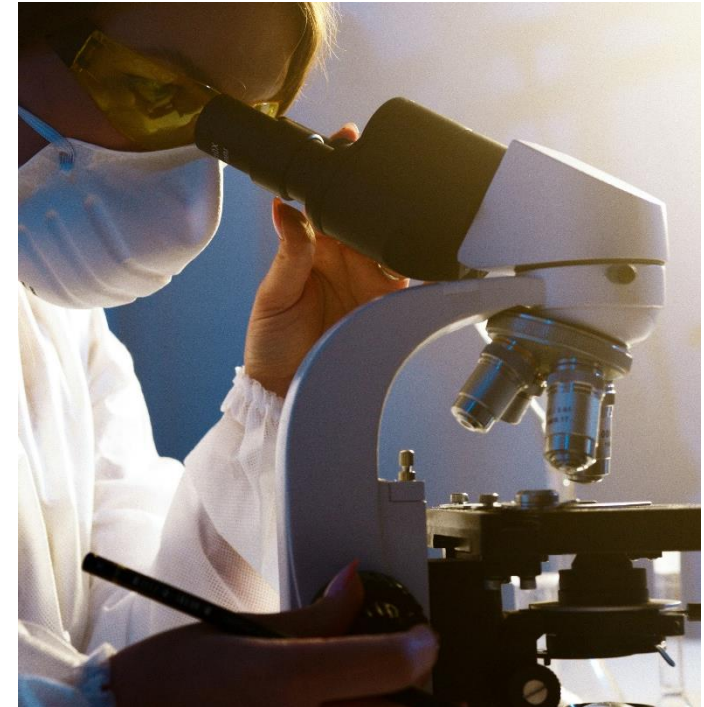
Defense Production Act

The primary source of presidential authorities to expedite and expand the medical supply of materials and services from the U.S. medical industrial base.



DFC COVID-19 Response

DFC DPA Loan can be used for business acquisition, development, construction, equipment, operation facilities, and working capital.



DPA PROGRAM BENEFITS

Pandemic Response Financing

Finance domestic industrial production for COVID-19 project and supply chains

HHS/NIH/DoD Executive Partnership

Technical deal support from experts at NIH/RadX, ASPR/BARDA, and DoD

Commercial Process

The loan will take approximately 6 - 10 months to close





— GOALS: Finance by Strengthening Domestic Medical Supply Chains


Domestic Policy

We have established four groups with some cross-cutting sectors:

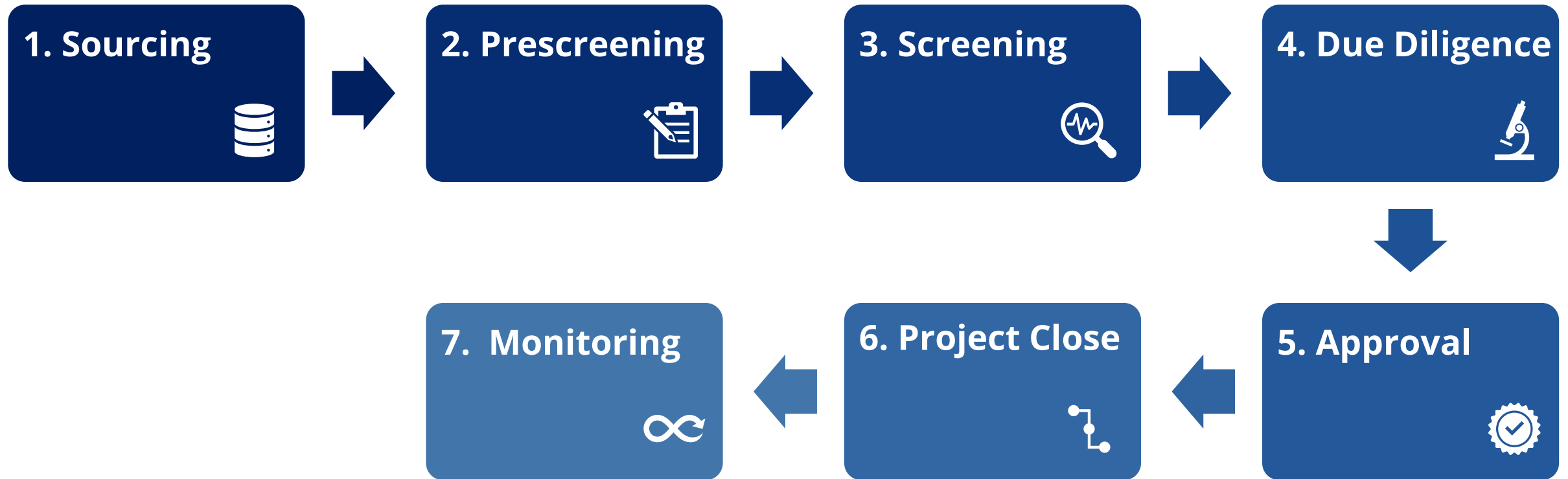
- **PPE**
- Vaccine manufacturing
- Platform technology
- Medical industrial base sustainment

MISSION:

Finance U.S. Healthcare Preparedness; create, maintain, protect, expand, or restore domestic industrial base capabilities to the national response and recovery to the COVID-19 outbreak, pursuant to Section 2(c) of Executive Order 13922.

AREAS OF INTEREST Companies that can provide healthcare response to COVID-19, and other critical supply chain elements	INDUSTRIES Industries that were Identified by interagency partners.	TACTIC (1) Collaborate with relevant trusted private sector, i.e., industry specialists, major U.S. financial institutions, & research firms; and (2) Identify opportunities to do joint onshore/ nearshore projects with DFC International.
PPE	Nitrile glove and disposable gown manufacturing NBR production Raw material and equipment (spun bound and foam) Chemical expansion	
Vaccine Manufacturing	Consumables and raw materials Fill/finish capacity expansion Vials, needles, and syringes	
Platform Technology	API manufacturing Biologics manufacturing Rapid response (diagnostics, therapeutics, and vaccines) Vaccine and therapeutic administration	
 Medical Industrial Base Sustainment	Fill/finish capacity (vaccines) Fine chemical capacity (KSMs/resins)	

PROJECT LIFE CYCLE



EXECUTIVE ORDER: SETTING THE SCOPE

EO13922

The loan authority delegated by this order is limited to loans that create, maintain, protect, expand, or restore domestic industrial base capabilities supporting:

(i) the national response and recovery to the COVID-19 outbreak;
or

(ii) the resiliency of any relevant domestic supply chains.

Sections 302 & 303

[...] (A) the loan is for an activity that supports the production or supply of an industrial resource, critical technology item, or material that is essential to the national defense;

(B) without the loan, United States industry cannot reasonably be expected to provide the needed capacity, technological processes, or materials in a timely manner;

(C) the loan is the most cost-effective, expedient, and practical alternative method for meeting the need;

(D) the prospective earning power of the loan applicant and the character and value of the security pledged provide a reasonable assurance of repayment of the loan in accordance with the terms of the loan, as determined by the President; and

(E) the loan bears interest at a rate determined by the Secretary of the Treasury to be reasonable, taking into account the then-current average yield on outstanding obligations of the United States with remaining periods of maturity comparable to the maturity of the loan.

DFC LOAN TERMS



Loan Type: DFC Direct Loan

Project Finance or Structured Finance



Use of Funds: Fixed Assets; up to 20% Working Capital



Interest Rate: The interest rate will be determined on a project- by-project basis



Fees: Fees will be determined on a project-by-project basis



Maximum Maturity: The maturity will be determined on a project-by-project basis considering the useful economic life of any assets financed, but no loan will have a maturity greater than 25 years.



Loan Sizes: \$25M minimum, no maximum