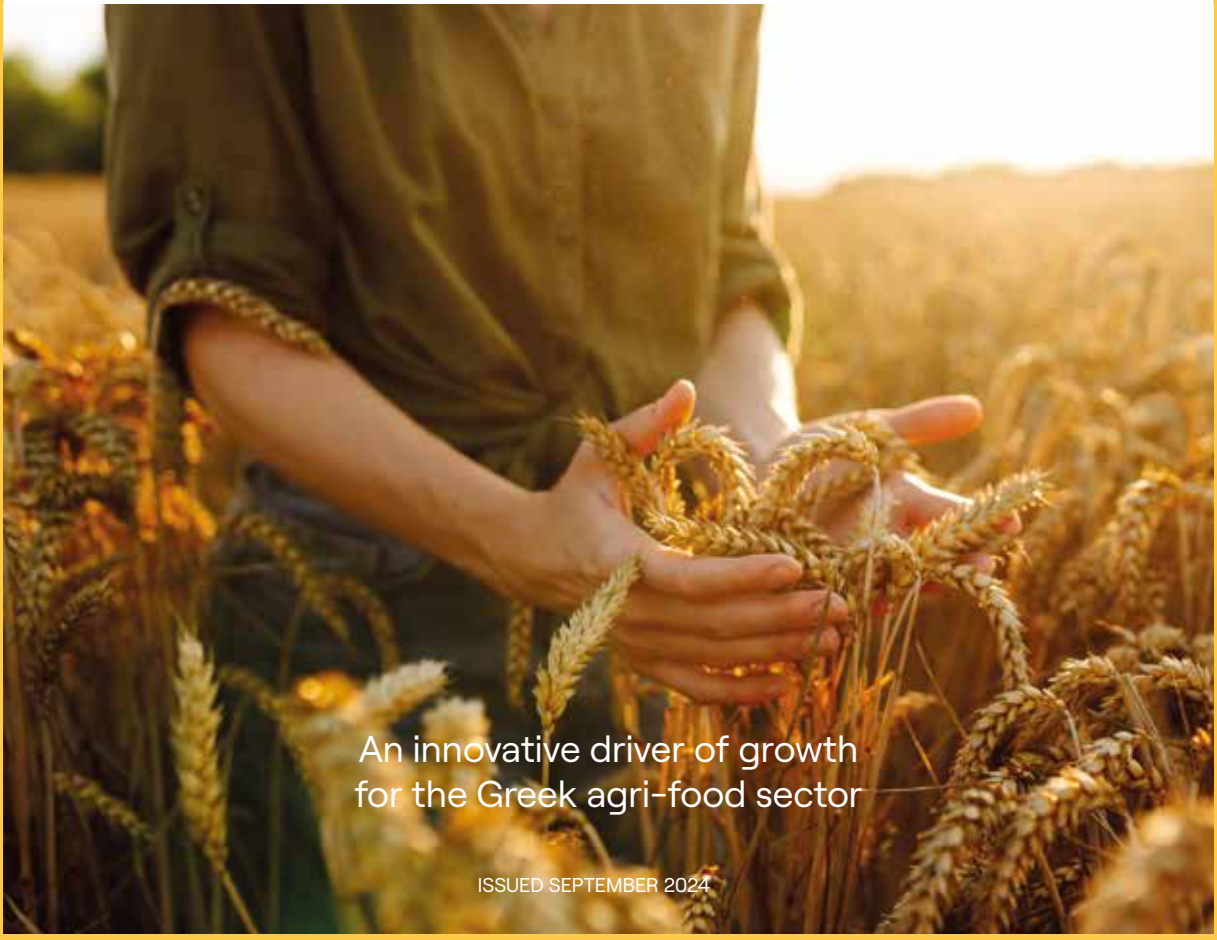
MINISTRY OF RURAL DEVELOPMENT AND FOOD
GENERAL SECRETARIAT OF EU RESOURCES AND INFRASTRUCTURE
MANAGING AUTHORITY OF CAP SP
IMPLEMENTING AUTHORITY OF RURAL DEVELOPMENT INTERVENTIONS

FINANCIAL instruments

RURAL DEVELOPMENT PROGRAMME 2014-2022



An innovative driver of growth
for the Greek agri-food sector

ISSUED SEPTEMBER 2024

funds

1 RURAL DEVELOPMENT GUARANTEE FUND

The Rural Development Guarantee Fund (TEAA) is an innovative financial instrument developed by the Managing Authority of the Rural Development Programme in cooperation with the European Investment Fund, to facilitate access to finance through the guarantee of loans to farmers and agri-food enterprises.
The Fund Manager is the European Investment Fund.

LOANS from **EUR 10,000** to **EUR 5,000,000**

Loan repayment period until 31 December 2035

- EUR 53.5 million is the contribution of the RDP 2014-2022
- Guarantee by the Fund up to 80% of each loan
- Loans with favorable financing terms for investments and working capital
- Combination with grants or stand-alone financial instruments

2 MICRO-LOAN FUND FOR AGRICULTURAL ENTREPRENEURSHIP

The Micro-Loan Fund for Agricultural Entrepreneurship (TaMiDAE) will contribute significantly to the development of the agri-food sector of Greece, by facilitating access to financing for farmers and agri-food enterprises.
The Fund Manager is the Hellenic Development Bank.

LOANS from **EUR 3,000** to **EUR 25,000**

Loan repayment period from 2 up to 7 years

- EUR 61.5 million is the contribution of the RDP 2014-2022
- Interest free financing for 50% of each loan
- Zero interest for the first two years through interest rate subsidy
- Loans with favorable financing terms for investments and working capital
- Optional technical support in the form of a grant up to EUR 300
- Combination with grants or stand-alone financial instruments

actions

1

Action 4.1.4
Investments in agricultural holdings

2

Action 4.2.4
Investments in processing/marketing and/or development of agricultural products (processing under Measure 4.2 or under Measure 19)

final recipients

For the **Investments** in agricultural holdings the final recipients can be:

- **Natural persons** being professional farmers and head of the agricultural holding with an economic size greater than EUR 8,000 in terms of standard output.
- **Legal persons** which have as main activity the practice of agriculture with an economic size greater than EUR 8,000 in terms of standard output.
- **Young Farmers** which have received approval for their application to the "Young Farmers Scheme" under sub-measure 6.1 of the RDP and with an agricultural holding with an economic size greater than EUR 8,000 in terms of standard output.
- Entities qualifying as **KINSEP**
- **Collective farmer associations**

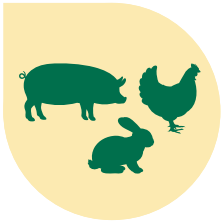
The final recipients for both Actions:

- are located and operating in Greece

- are micro, small or medium sized enterprises (SMEs)

- are economically viable, according to the assessment of the bank providing the loan

For the **processing,** the final recipients may be enterprises operating in the processing, development and/or marketing of agricultural products with the final product also agricultural in the following sectors:



MEAT (CATTLE, POULTRY, PIGS ETC)

MILK – EGGS

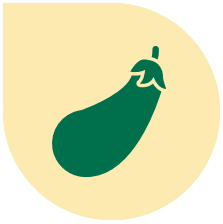
SERICULTURE, APICULTURE, HELICICULTURE

FEED

CEREALS

OIL PRODUCTS

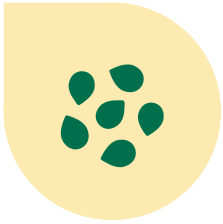
WINE



FRUITS AND VEGETABLES

FLOWERS

PHARMACEUTICAL AND AROMATIC PLANTS



SEEDS AND PROPAGATING MATERIAL

VINEGAR

- are not the object of a rescue or restructuring aid

- are not subject to collective insolvency proceedings (or any equivalent concept) nor fulfil the criteria for being placed in collective insolvency proceedings at the request of their creditors.

- are not operating on restricted sectors

eligible expenditure

The loans provided through TEAA and TaMiDAE can be used for:

- **Investment costs** such as:
  - VAT of eligible expenditure
  - the acquisition of new or second-hand machinery
  - the acquisition of livestock and/or plants
  - land purchase, up to 10% of the loan under TEAA and 5% of the loan under TaMiDAE

- **Working capital,** in combination with investment costs. For final recipients who have not incurred eligible expenditure under a Measure of RDP 2014-2022, the amount of investment costs of the loan should be higher than the amount of working capital. For final recipients who have incurred eligible expenditure as beneficiaries of a Measure (grant scheme) of RDP 2014-2022, the loan under TEAA for working capital shall not exceed EUR 200,000 or 30 % of the total amount of the eligible expenditure for the investment, whichever is the higher, while the loan under TaMiDAE shall not exceed EUR 25,000.

type of loan

Loans under TEAA and TaMiDAE can be provided either to final recipients that are approved as beneficiaries of a grant under RDP 2014-2022 Measures or to final recipients that do not implement an operation under a Measure of RDP 2014-2022.

These loans can take the following forms:

- Loan for investments that are not combined with a grant
- Loan for investments that are combined with a grant
- Loan for working capital and investments that are not combined with a grant
- Loan for working capital and investments that are combined with a grant
- Loan for working capital, investments that are not combined with a grant and investments that are combined with a grant
- Loan for investments that are not combined with a grant and investments that are combined with a grant
- Loan exclusively for working capital, in case the final recipient is approved as beneficiary of a Measure of RDP 2014-2022 and has carried out eligible expenditure under the RDP 2014-2022 Measure.

steps

01

Draw up a business plan

02

Carry out market research in order to identify the Bank that offers the loan terms that best suit your profile. For the micro-loan Fund (TaMiDAE) you can skip this step, as the participating Banks will submit their offer to the KYC platform mentioned in the next step.

03

- **Submit an application** for support from TEAA Fund to the Bank of your choice online through the State Aid IT system (PSKE).
- **Submit an application** for support from TaMiDAE Fund online through the KYC platform at the HDB website, choose the Bank that submitted the most favorable offer to you and then submit an application to the State Aid IT System (PSKE) for the Bank of your choice.

State Aid IT System - PSKE (https://www.ependyseis.gr/).
The instruction manuals for the applications to KYC and PSKE are posted in https://www.ependyseis.gr in the field "Πληροφορίες" [Information] under the options
Χρηματοδοτικά Εργαλεία ΠΑΑ-ΕΑΤ (Ταμείο Μικρών Δανείων) [Financial Instruments RDP-HDP (Micro-loan Fund)] and
Χρηματοδοτικά Εργαλεία ΠΑΑ-ΕΙΓ (Ταμείο Εγγυήσεων) [Financial Instruments PAA-EIF (Guarantee Fund)].

04

Provide the required documents to the Bank of your choice.

For more information:

- www.agrotikianaptixi.gr
- https://ead.gr
- https://fi.agrotikianaptixi.gr/
- National Rural Network

With the co-financing of Greece and the European Union