ICD’s Financing Solutions
The Islamic Corporation for the Development of the Private Sector (ICD) is a multilateral development financial institution that supports the economic development of its member countries. Based in Jeddah, ICD is a part of the Islamic Development Bank (IsDB) Group and was established in November 1999. With an authorized capital of $4 billion, ICD’s shareholders include the IsDB, 55 Islamic countries, and five public financial institutions.

ICD’s mandate is to provide financing for private sector projects in member countries, promote competition and entrepreneurship, and encourage cross border investments. ICD also brings additional resources to projects, encouraging the development of Islamic finance, attracting co-financiers and enhancing the role of the market economy. ICD focuses on financing projects that contribute to economic development, including job creation, the development of Islamic finance, and export growth. Additionally, ICD works to foster sustainable economic growth by mobilizing capital in the international financial markets. ICD operates to complement the activities of the IsDB in member countries and also that of national financial institutions.

We offer a variety of different products to effectively serve your business’ needs. We provide both term financing and equity contributions to private sector Greenfield projects, or to businesses undergoing expansion or modernization.

www.icd-ps.org
Do you want to take your business to the next level with a reliable and shariah-compliant partner? If so, please consider the Islamic Corporation for the Development of the Private Sector (ICD), the leading provider of Corporate Finance products in the Islamic world.

**Overview:** At ICD, we offer two main products that can help you grow your business and achieve your goals:

1. **Term Finance:**
   - Finances or refinances capital expenditure for new or existing projects.
   - Offers flexible and affordable financing options with a maximum tenor of 8 years and equal or sculpted amortization.
   - Suitable for starting a new venture or expanding an existing one.

2. **Working Capital Finance:**
   - Finances ongoing operations and working capital needs.
   - Provides funds based on your working capital cycle and flexible repayment options.
   - Suitable for paying suppliers, managing inventory, or covering expenses.

**Security:** At ICD, we take security seriously. That is why we require a typical security package that includes:

- A fixed asset mortgage.
- Personal guarantees.
- A pledge of shares.
- A charge on floating assets.
- Corporate guarantees.

**Eligibility Criteria:** To be eligible for our financing products, your company should meet the following criteria:

- Have five years of operational record.
- Have not incurred losses in more than one year over the past three years.
- Have positive operating cash flow at least for two years over the past three years.
- Have total liabilities (including proposed ICD financing) not exceeding 75% of its total assets.
- Have been audited by a recognized national or international auditing firm [For greenfield projects, the above eligibility criteria will be applicable for the sponsoring entities].

**Shariah Compliance:** We also adhere to strict shariah compliance standards and only finance sectors that are in line with our values and beliefs.

**Conclusion:** If you are interested in learning more about our Corporate Finance products and how we can help your business succeed, fill out our form. We would love to hear from you and discuss how we can work together.
Looking to expand your financial institution with a reliable and reputable partner? Consider the Islamic Corporation for the Development of the Private Sector (ICD), a world leader in Sharia-compliant developmental finance.

**What We Offer:** ICD extends financing to selected financial institutions in our Member Countries. Our dual aim is to enable private sector enterprises to access much-needed financing to expand their operations and create employment opportunities, while assisting financial institutions in expanding their profitability. Our array of Sharia-compliant products caters to both conventional and Sharia-compliant financial institutions. We offer positive synergies, expert knowledge and guidance on Sharia-compliant financing options, and access to our network of the most reputed international financial institutions in the world.

**Our Line of Finance Products:**
- Offer financing to selected financial institutions in ICD member countries.
- Enable private sector enterprises to access much-needed financing.

- Assist financial institutions in expanding their profitability.
- Provide positive synergies and expert knowledge.
- Cater to both conventional and Sharia-compliant financial institutions.
- Access to ICD’s network of reputed international financial institutions.

**Eligibility Criteria:** To be eligible for our Line of Finance products, a financial institution (FI) must meet the following criteria:
- An operational record of at least three years.
- Generated a profit in two of the last three financial years.
- Satisfactory liquidity and capital adequacy positions.
- No significant concerns from the FI’s KYC perspective.
- An investment portfolio of acceptable quality in terms of valuation, liquidity feature, and diversification, especially when the size of the portfolio relative to the size of the balance sheet is significant.
- Been audited by a reputable auditor with no significant qualifications and financial statements that have adequate disclosure in line with international standards.

**How to Apply:** If your financial institution meets our eligibility criteria, fill out our form, and we will discuss how ICD can help you expand your institution, provide much-needed financial support to your clients, and provide tangible, sustainable results with sufficient developmental impact. Partnering with ICD will increase your reputation in the market and provide you with access to some of the most reputable global players.

**Conclusion:** Partnering with ICD for our Line of Finance products can help your financial institution expand its operations, access much-needed financing, and increase profitability while ensuring Sharia-compliant financing options. Apply today and join our network of reputable international financial institutions.
FINANCING SUSTAINABLE INFRASTRUCTURE PROJECTS WITH ICD

The Islamic Corporation for the Development of the Private Sector (ICD) is committed to supporting the private sector’s efforts in meeting the challenges of economic growth and fulfilling the Sustainable Development Goals (SDGs). Our primary focus is on financing infrastructure projects that meet our eligibility criteria.

Eligibility Criteria: To be eligible for ICD financing, a project must meet the following criteria:

- Be located in a country that is a member of ICD.
- Not be directly sponsored by any government more than 49%.
- Be technically and financially bankable.
- Cost at least USD 75mn or above.
- Be Shariah compliant.
- Benefit the local economy.
- Be environmentally and socially sound.

Target Industries: ICD targets a wide range of industries, including Energy & Power, Transportation, Water, Waste Management, Extractive Sector, Social Infrastructure PPPs, Petrochemicals, and more.

Financing Terms: ICD offers hard currency financing, with terms that depend on a project’s needs and risks. The typical financing terms are as follows:

- Ticket Size: ICD participates with a ticket size of USD 25mn - 50mn, provided ICD financing is not more than 33% of the total project cost.
- Tenor: 10 to 18 Years.
- Rates: ICD considers prevailing market rates in the relevant country and sector, factoring in country and transaction risks. We provide floating rate loans at a spread above the Term Secured Overnight Financing Rate (Term SOFR) or Euro interbank rate, depending on the currency. We also offer fixed-rate loans at the fixed-rate swap equivalent of floating-rate loans.
- Fees: Market-based fees are charged, including a once-only front-end fee and an annual portfolio management fee. Project sponsors or clients will reimburse out-of-pocket expenses, such as travel and external advisory services.
- Security: ICD seeks security appropriate for the typical project financing, including limited recourse to the project sponsors.

Conclusion: If you are interested in learning more about our Project Finance products and how we can help, please fill out our form. We would love to hear from you and discuss how we can work together to finance sustainable infrastructure projects.
PARTNERING IN YOUR PROJECT: LEARN MORE ABOUT ICD’S EQUITY INVESTMENT SOLUTIONS

ICD is committed to supporting the private sector in meeting the challenges of economic growth and achieving the Sustainable Development Goals (SDGs) through the development of Islamic finance channels. ICD focuses on enhancing the socio-economic status of its member countries and plays a leading role in supporting and strengthening Islamic financial institutions to ensure that financing or capital reaches the highest number of beneficiaries.

Objectives: The main objectives of ICD’s activities are capacity building, strengthening, and enabling infrastructure, and enhancing access to financing. Specifically, ICD aims to build capacity in operational and financial management, governance, human capital development, and business development. ICD also seeks to enhance physical infrastructure and create a more business and investment-friendly environment. Finally, ICD aims to enhance the institutional arrangements in member countries to meet the financing needs of the private sector while ensuring inclusion.

Equity Investment Solution: ICD offers equity investment solutions for projects and companies that meet certain eligibility criteria. These include share capital (Musharaka), profit sharing with declining participation, and quasi-equity in the form of term financing convertible into equity at a certain stage of the project life. These investment modes enable ICD to participate in the investment while sharing the risks and rewards of the project.

Eligibility Criteria: To be eligible for ICD’s equity investment, the project or company must operate in an ICD member country, and the majority of its share capital should be owned by private sector entities/investors of ICD member countries. The investment can only be made in privately owned companies or in companies where the government ownership does not exceed 49% of voting rights. The operations must be Shariah-compliant with a development impact, and the investment must benefit the local economy and be environmentally and socially positive. Additionally, the project must be a greenfield or brownfield investment with an experienced technical and financially strong strategic partner and a credible business plan.

Investment Size and Holding Period: ICD’s investment shall not exceed 33% of the company’s share capital, and ICD shall not be the largest shareholder. The investment holding period is a maximum of 7 years for brownfield and 10 years for greenfield investments. ICD is entitled to board representation in the project or company, and the project or company must follow high governance standards prior to ICD’s equity investment.

Board Membership and Governance: ICD requires board representation and that the project or company follow high governance standards prior to equity investment.

Exit Strategy: A clear definitive exit strategy must be foreseen before ICD undertakes any equity investment. The exit route may be through public flotation on a stock exchange, private placements, put option/buyback option with the sponsor of the project/company, redemption of the investment by the company (for quasi-equity), management buyouts (if applicable), or liquidation/dissolvement.

Conclusion: If you are interested in learning more about ICD’s equity investment solutions and how they can help, fill out by form. ICD would love to hear from you and discuss how we can work together to bring your project to fruition.