

June 1, 2021

# Canada's COVID-19 Emergency Response: Monthly Report to FINA – [BDC / EDC / CMHC / OSFI / Bank of Canada]\* **Second Report, June 1, 2021**

**\*Pursuant to the Motion adopted April 1, 2021:**

*That, in the same spirit as the referral motion of the House following the passage of the COVID-19 Emergency Measures Act (Royal Assent March 25, 2020) and the COVID-19 Emergency Measures Act No. 2 (Royal Assent April 11, 2020), the committee request the following organizations: BDC, EDC, CMHC, OSFI and the Bank of Canada, in both official languages, to provide to members of the Committee a report on the status of liquidity support measures resulting from the programs established in response to the fight against COVID-19 on a monthly basis and in the same format as formerly provided reports.*

# COVID-19 Economic Response Plan: Export Development Canada (EDC)

MEASURE	DESCRIPTION	AVAIL.	STATUS
<b>Tax and Liquidity Support</b>			
<b>Canada Emergency Business Account (CEBA)</b>	Provides interest-free, partially forgivable loans of up to \$60,000 to small businesses and not-for-profits. For businesses with either (1) \$20,000-\$1.5M in total payroll in 2019 or (2) with total payroll below \$20,000 but have eligible non-deferrable expenses between \$40,000 and \$1.5M in 2020. Loans are interest-free until December 31, 2022, and extendable by 3 years with interest. Up to one third, or up to \$20,000 of loan will be forgiven if repaid by December 31, 2022. EDC is the acting administrator of CEBA using the Canada Account and is working alongside 230 Canadian financial institutions (including banks and credit unions) to deliver the program across the country.	Started in April 2020	<p>Number of businesses approved for CEBA loans: <b>877,778</b></p> <p>Number of businesses approved for CEBA expansions: <b>541,947</b></p> <p>Total funds approved for CEBA loans and expansions: <b>\$47.39 Billion</b></p>
<b>Business Credit Availability Program (BCAP)*</b>	Business Credit Availability Program (BCAP) will provide access to credit solutions for businesses, including additional credit facilities for small to medium-sized enterprises through BDC, EDC.	[See Below]	[See Below]
<b>BCAP - Small and Medium Enterprise Loan and Guarantee Program</b>	EDC, in collaboration with Canadian financial institutions, issues new credit of up to \$6.25 million for small- and medium-enterprises' cash flow requirements. 80% guaranteed by EDC. Tenor of 5 years.	Started in April 2020	<p>Confirmed guarantees: <b>1,413</b></p> <p>Total loan value: <b>\$1.5 billion</b></p> <p>EDC guarantee amount: <b>\$1.2 billion</b></p>
<b>BCAP – Mid-Market Guarantee and Financing Program</b>	EDC is working with Canadian financial institutions to guarantee 75 % of new operating credit and cash-flow loans – ranging in size from \$16.75 million to a maximum of \$80 million - to medium-sized enterprises.	Started in September 2020	<p>Confirmed guarantees: <b>0</b></p> <p>Total loan value: <b>\$0</b></p>
<b>BCAP – Reserve Based Lending Program</b>	EDC is helping bring liquidity into the market in order to manage the challenges companies are facing due to the global pandemic and decline in oil prices.	Started in October 2020	<p>Confirmed transaction: <b>10</b></p> <p>Total loan value: <b>\$2 billion</b></p> <p>EDC direct lending amount: <b>\$338.2 million</b></p>

\* Potential for losses on the credit and liquidity facilities. Estimates of loan-loss provision will be available as terms of products are finalized.