

# COVID-19 Economic Response Plan: Business Development Bank of Canada (BDC)

MEASURE	DESCRIPTION	AVAIL.	STATUS
<b>Access to Capital</b>			
<b>Business Credit Availability Program (BCAP)</b>	The Business Credit Availability Program (BCAP) provides access to capital solutions for businesses.		Currently available
<b>BCAP - Small and Medium Enterprise Co-Lending Program</b>	<b>BDC Co-Lending Program for SMEs</b> - BDC and FIs co-lend (80/20 share) incremental term loans to SMEs for operational cash flow requirements. Size of each term loan up to \$12.5 million. Interest-only payments up to first 12 months.	Available until December 31, 2021	The sum of BCAP Co-Lend and BCAP Mid-Market lending totals \$1,133.9M to 685 companies as at April 30.*
<b>BCAP – Mid-Market Financing Program</b>	Junior loans ranging between \$12.5 million and \$60 million for medium-sized businesses particularly impacted by the COVID-19 pandemic and/or the recent decline in oil and gas prices.		
<b>Expansion of existing BDC products</b>	Business also have access to credit support through new and existing BDC direct financing offerings.	Currently available	As at May 31 BDC direct COVID-support lending totals \$2.75B. While peak volume in the spring reached almost 10 times more number of loans and 14 times more funding compared to last year for these types of loans, demand has normalized as the economy recovers while the sectors affected by the second and third waves continue to access other government liquidity supports.

\*The aggregate BCAP data is now aligned with the 'as at' date of HASCAP reporting, reflecting for both programs the most recent formal data received from Financial Institutions.

# COVID-19 Economic Response Plan: Business Development Bank of Canada (BDC) (Cont.)

MEASURE	DESCRIPTION	AVAIL.	STATUS
<b>Access to Capital</b>			
<b>Highly Affected Sectors Credit Availability Program (HASCAP)</b>	Through the Highly Affected Sectors Credit Availability Program (HASCAP), the Government of Canada has mandated BDC to provide a guarantee to financial institutions for 100% of the value of a new term loan, to increase the ability of hard-hit companies to access new credit. The guarantee covers amounts ranging from \$25,000 to \$1 million to ensure a degree of continuity for companies through the pandemic. The program provides flexible and competitive terms, notably through a 4% interest rate, a repayment term of up to 10 years and up to a 12-month postponement of principal payments at the start of the loan. The HASCAP Guarantee is available until June 30, 2021.	Available until December 31, 2021	The program was launched on February 1 and, since then, fifty-two financial institutions have progressively come online. Uptake as at April 30 was \$745.8M for 3,192 loans. The total of completed loans and applications in progress is 7,125 as at June 23.