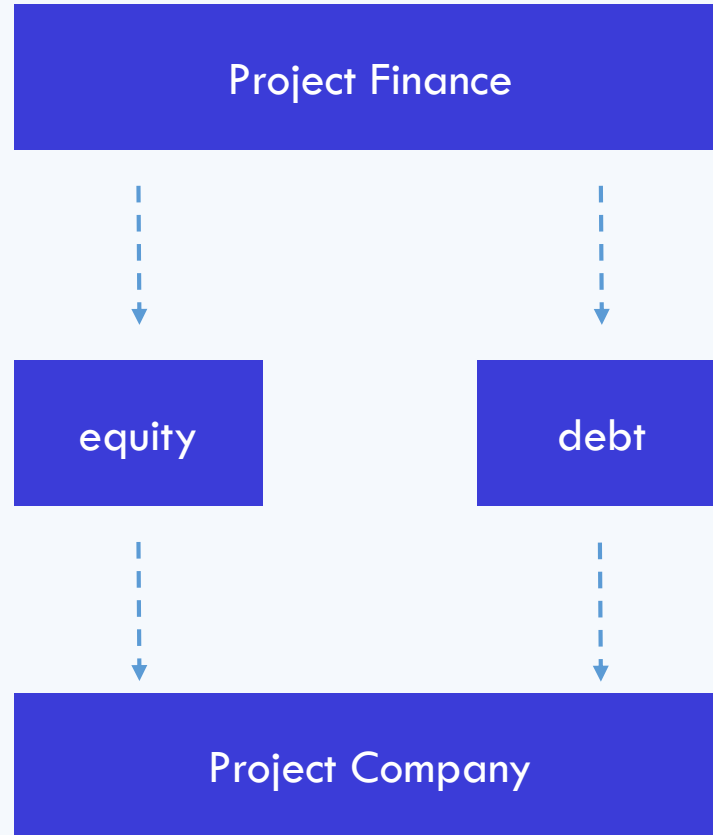


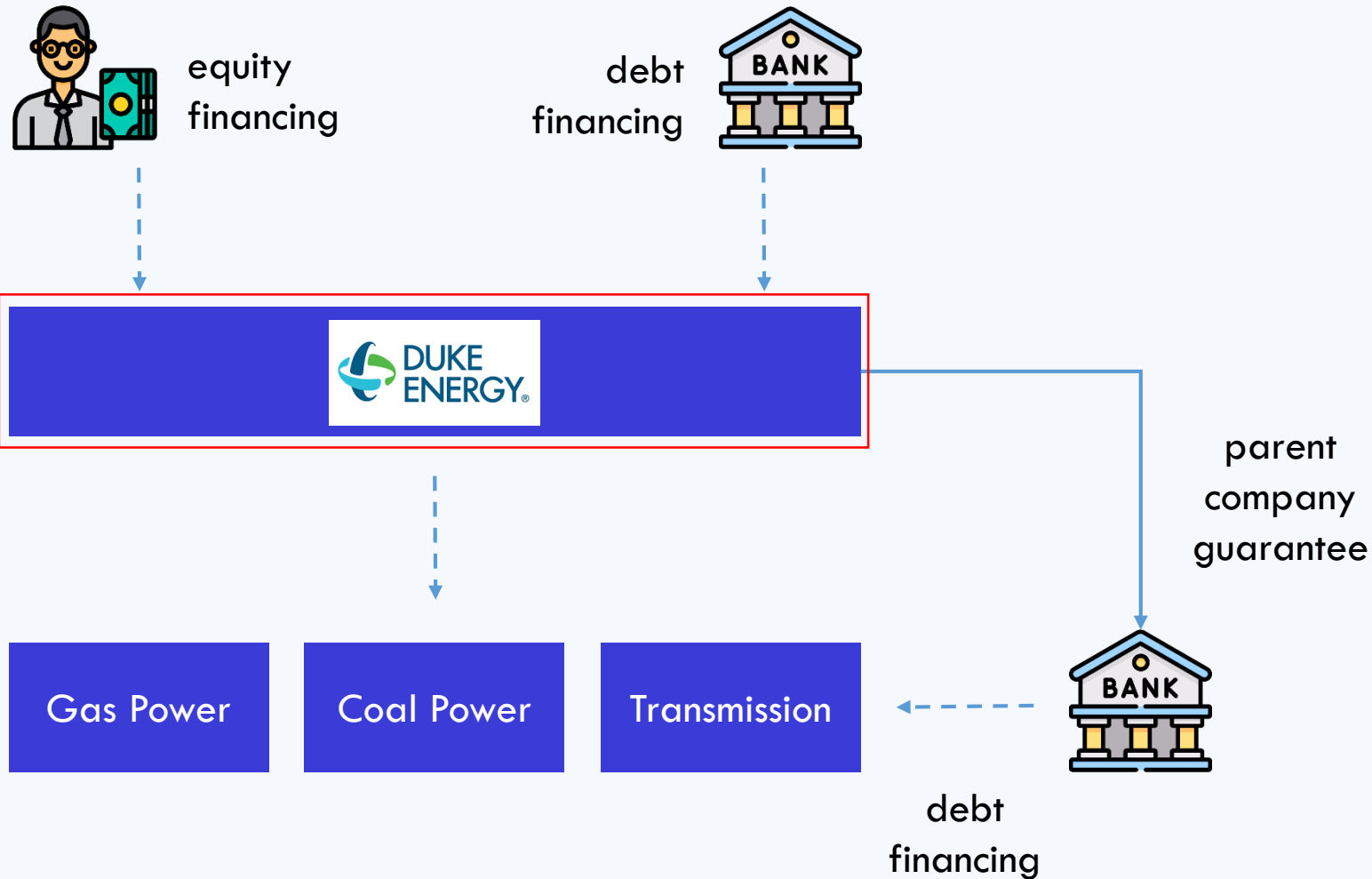
Project Finance Modeling for Renewable Energy

Financing

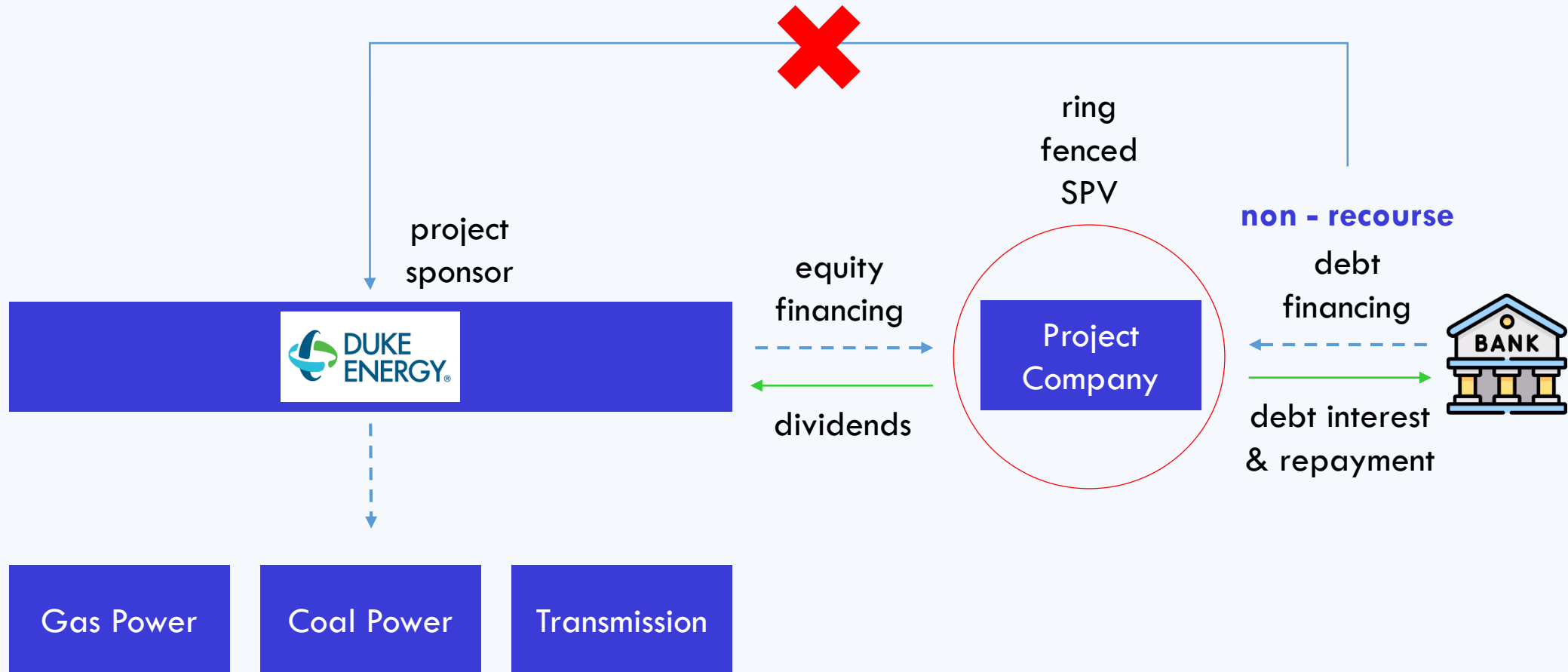
Financing



Corporate Finance



Project Finance



Project Finance

collateral based loan



mortgage
Financing
70% debt
30% equity



**collateral
value**

cash flow based loan

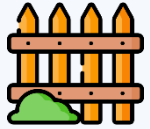


project
financing



**very limited
collateral
value**

Project Finance Features



ring fencing - special purpose vehicle shall act as a separate company (board of directors, separate bank accounts, separate accounting, no commingling of assets etc.)



non - recourse long-term debt financing (often limited recourse)



cash flow based financing vs collateral based financing

Project Finance

Project finance - is financing of a long-term infrastructure project using a **non-recourse financial structure**, which relies only on the project's cash flows for debt repayment, with the project's assets held as a collateral.