

**FINANCIAL INSTITUTION (PLEASE PRINT OR STAMP)**

APPLICANT FINANCIAL INSTITUTION			
BOX NO./STREET ADDRESS			
CITY/TOWN	PROVINCE		POSTAL CODE
CONTACT PERSON	TELEPHONE NO. AREA CODE NUMBER	FAX NO. AREA CODE NUMBER	
GUARANTEE PURPOSE	GUARANTEED LOAN AMOUNT REQUESTED \$		CROP INSURANCE VERIFICATION ATTACHED? <input type="checkbox"/> YES <input type="checkbox"/> NO
PRIMARY SECURITY	VALUE OF THE PRIMARY SECURITY \$		FARM HAS SHOWN OPERATING DEFICIT IN LAST TWO YEARS? <input type="checkbox"/> YES <input type="checkbox"/> NO
SECONDARY SECURITY	VALUE OF THE SECONDARY SECURITY \$		OPERATING FUNDS CONFIRMED FOR COMING YEAR? <input type="checkbox"/> YES <input type="checkbox"/> NO
	DEBT/EQUITY RATIO		CONFIRMATION FINANCIAL REVIEW HAS BEEN INITIATED? <input type="checkbox"/> YES <input type="checkbox"/> NO
			STATEMENT OF ASSETS AND LIABILITIES ATTACHED? <input type="checkbox"/> YES <input type="checkbox"/> NO
			DEBT SERVICE SUMMARY ATTACHED? <input type="checkbox"/> YES <input type="checkbox"/> NO

I/We apply for a loan guarantee under the Farm Distress Operating Loan Guarantee Program in respect of a loan amount requested above to be granted to the borrower below:

\_\_\_\_\_  
SIGNATURE OF OFFICER OF THE FINANCIAL INSTITUTION      NAME, POSITION (PLEASE PRINT)      DATE

**BORROWERS' CONSENT TO DISCLOSE INFORMATION**

BORROWER NAME (SURNAME OR CORPORATE NAME)	FIRST NAME AND INITIAL	SOCIAL INSURANCE NO. OR TAXFILER NO.
1.		
2.		
FAMILY NAME IF OTHER THAN ABOVE		
POSTAL ADDRESS OF FARM: BOX NO./STREET ADDRESS		
CITY/TOWN	PROVINCE	POSTAL CODE
FARM LOCATION (LEGAL DESCRIPTION)	TELEPHONE NO. AREA CODE NUMBER	

I/We authorize the financial institution to obtain credit and financial information and conduct a personal credit investigation in connection with this application and to obtain, exchange and disclose that credit information with the B.C. Ministry of Agriculture, Food and Fisheries and any financial institution, credit bureau or agency.

I/We agree to provide to the financial institution any additional information the financial institution might reasonably request.

I/We agree to permit inspections of the subject lands, at any reasonable times, and to permit auditing of all records of accounts relating to the guaranteed loan.

I/We certify that the information supplied herein, and in the attachments, is true, correct and complete, and that I/we understand how the information will be used.

\_\_\_\_\_  
SIGNATURE OF BORROWER      DATE      SIGNATURE OF BORROWER      DATE

Personal information provided on the Farm Distress Operating Loan Guarantee application form is collected under the provisions of the *Financial Administration Act* (RSBC 1996, c.138). All information submitted to the B.C. Ministry of Agriculture, Food and Fisheries becomes the property of the Province and may be subject to disclosure under the *Freedom of Information and Protection of Privacy Act* (RSBC 1996, c. 165)

If you have any questions about the collection and use of this information, please contact the Collection and Loan Management Branch of the Ministry of Finance and Corporate Relations at 1-250-387-5381.



**BRITISH  
COLUMBIA**

**Ministry of Agriculture,  
Food and Fisheries**  
Agriculture Risk  
Management Branch

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## LENDERS — HOW TO APPLY FOR A LOAN GUARANTEE

To be eligible for a loan guarantee, a Distressed Area Declaration must be in effect under the program.

The borrower must first apply for a loan through an office of a participating Lender.

The loan applicant must provide full financial disclosure to the Lender including any documentation the Lender may require to make a decision on a Guaranteed Loan.

The Applicant and the Lender negotiate the terms of a loan.

If the Lender requires a guarantee from the Province to complete the loan, the Lender makes application by completing this form and submits the application to: *(also the source for general information)*

Collection and Loan Management Branch  
Ministry of Finance and Corporate Relations  
PO Box 9401 STN PROV GOVT  
Victoria, B.C., V8W 9V1  
Location: 620 Superior Street, 2nd Floor, Victoria, B.C.  
Telephone: (250) 387-5381  
Facsimile: (250) 387-5382

The Lender must attach to the application:

- confirmation that the applicant has purchased crop insurance for the coming crop year for at least the basic level of coverage, for all insurable crops that the applicant will be growing, and;
- confirmation that the applicant has initiated an independent financial review through the Farm Consultation Service and that at least the initial interview with the financial advisor has been completed. This review is confidential between the applicant and the advisor. The applicant has the sole right to decide if all or any part of the review is to be shared with the Lender, and;
- a current statement of assets and liabilities signed by the borrower or borrowing entity, and;
- a brief (one page is sufficient) debt coverage summary indicating that the proposed debt can be repaid. To support this summary an analysis must have been conducted which indicates that, based on projected future returns and expenses, the total proposed debt of the farm operation can reasonably be expected to be repaid.

The Lender must confirm the following to be true by ticking the boxes on the application form: (documentation need not be submitted but must be kept on file for review if necessary)

- the farm operation has experienced an operating loss in one of the last two operating years, either on the cash or accrual basis of accounting, using actual and/or forecast figures, and;
- if the proposed Guaranteed Loan is for a purpose other than to provide next years operating funds, that operating funds in an amount estimated to be substantially adequate to carry on the farm business for the next operating year are known to be available to the borrower.

If a Lender wishes advance confirmation that the farm operation lies within a Distressed Area, call the Ministry of Agriculture, Food and Fisheries at (250) 356-1648.

If application is being made for an amount exceeding \$200,000, provide all supporting documentation and details regarding the number of active participants in the operation and their relationship to one another.

Upon approval of the Lender's application for a Guarantee, the Collection and Loan Management Branch will issue to the Lender a Guarantee Certificate respecting the Guaranteed Loan.

Borrowers may obtain applications for a Farm Consultation Service financial review through the Farm Consultation Service at 1-888-495-3212.

For information about Crop Insurance call 1-888-332-3352.