



## **Independent Trust Financing Facility**

### **Interim Revolving Working Capital Support Facility**

#### **Term Sheet**

Description	Extendable revolving maturity loan provided pending the development of recovery plan
Parties:	The Secretary of State for Health (as Lender) NHS Foundation Trust/NHS Trust (as borrower)
Facility Type:	Revolving Maturity Loan
Availability:	In line with DH financing principles as set out in <a href="https://www.gov.uk/government/publications/guidance-on-financing-available-to-nhs-trusts-and-foundation-trusts">https://www.gov.uk/government/publications/guidance-on-financing-available-to-nhs-trusts-and-foundation-trusts</a>
Purpose:	Working capital expenditure for use only if it has insufficient working capital available to maintain the provision of the Borrower's services in its capacity as an NHS Body
Amount	Up to 30 Days Equivalent Opex
Utilisation	To maintain minimum cash balance Equal to 2 Days operating costs equivalent cash balance over the following 30 Days (but not less than £1m or more than £3m) Maximum of one drawdown instalment per month

Term of Commitment:	Rolling 2 year maturity
Extension:	Yes (limited by expiry)
Expiry	By agreement
Interest:	3.50%
Interest Payable	Every 6 Months
Conditions Precedent:	Board resolution Undertaking to comply with the Additional Terms and Conditions
Repayment:	On maturity or balances in excess of agreed maximum cash balance
Fees:	nil
Representations:	Status as an NHS Body Power and authority to enter into transaction Relevant Consents are in place
Negative pledge:	No
Events of default:	Breach of covenants Material adverse change Breach of Milestone Trust Special Administration Failure to use reasonable efforts to deliver the Additional Terms and Conditions
Assignment rights:	Assignable by the Lender
Documentation	LMA documentation



## Independent Trust Financing Facility

### Interim Revenue Support Loan

#### Term Sheet

Description	Extendable maturity loan provided pending the development of recovery plan
Parties:	The Secretary of State for Health (as Lender) NHS Foundation Trust/NHS Trust (as borrower)
Facility Type:	Maturity Loan
Availability:	In line with DH financing principles as set out in <a href="https://www.gov.uk/government/publications/guidance-on-financing-available-to-nhs-trusts-and-foundation-trusts">https://www.gov.uk/government/publications/guidance-on-financing-available-to-nhs-trusts-and-foundation-trusts</a>
Purpose:	Working capital expenditure for use only if it has insufficient working capital available to maintain the provision of the Borrower's services in its capacity as an NHS Body
Amount	By agreement
Utilisation	To maintain minimum cash balance Equal to 2 Days operating costs equivalent cash balance over the following 30 Days (but not less than £1m or more than £3m) Maximum of one drawdown instalment per month
Term of Commitment:	Rolling 2 year maturity
Extension:	Yes (limited by expiry)
Expiry	By agreement

Interest:	1.50%
Interest Payable	Every 6 Months
Conditions Precedent:	Board resolution Undertaking to comply with the Additional Terms and Conditions
Repayment:	On maturity
Fees:	nil
Representations:	Status as an NHS Body Power and authority to enter into transaction Relevant Consents are in place
Negative pledge:	No
Events of default:	Breach of covenants Material adverse change Breach of Milestone Trust Special Administration Failure to use reasonable efforts to deliver the Additional Terms and Conditions
Assignment rights:	Assignable by the Lender
Documentation	LMA documentation



## Independent Trust Financing Facility

### Interim Capital Support Loan

#### Term Sheet

Description	Capital Loan repayable by equal instalments of principal
Parties:	The Secretary of State for Health (as Lender) NHS Foundation Trust/NHS Trust (as borrower)
Facility Type:	Amortising loan
Availability:	In line with DH financing principles as set out in <a href="https://www.gov.uk/government/publications/guidance-on-financing-available-to-nhs-trusts-and-foundation-trusts">https://www.gov.uk/government/publications/guidance-on-financing-available-to-nhs-trusts-and-foundation-trusts</a>
Purpose:	Capital expenditure in respect of Agreed Purpose
Amount	By agreement
Utilisation	Not in advance of need Maximum of one drawdown instalment per month
Term of Commitment:	By agreement (linked to asset life)
Extension:	DH agreement only
Expiry	By agreement

Interest:	Prevailing NLF rate on date of the agreement
Interest Payable	Every 6 Months
Conditions Precedent:	Board resolution Undertaking to comply with the Additional Terms and Conditions
Repayment:	Equal instalments of principal
Fees:	nil
Representations:	Status as an NHS Body Power and authority to enter into transaction Relevant Consents are in place
Negative pledge:	No
Events of default:	Breach of covenants Material adverse change Breach of Milestone Trust Special Administration Failure to use reasonable efforts to deliver the Additional Terms and Conditions
Assignment rights:	Assignable by the Lender
Documentation	LMA documentation