Financial Projections Model

Since DFC supports a variety of transaction structures in many different sectors/industries, the financial projections presented for different transactions may vary widely in format and substance. Following are the key characteristics that DFC would expect in the majority of models:

- Covers at least the proposed term of the DFC loan/guaranty or expected holding period of DFC equity.
- Includes detailed, financially-justifiable assumptions on all key drivers of the proposed transaction.
- Clearly demonstrates how funds provided or guaranteed by DFC will be repaid or recouped successfully.
- Includes financial statements (i.e., balance sheet, income statement, cash flow statement) and ratios or other financial measurements relevant to the industry/transaction type being modeled.
- Is structured in such a way as to make it simple to adjust key assumptions and thereby analyze potential financial performance under adverse conditions.

DFC has provided a model template and template instructions that may assist some applicants in creating a model. Please note that this template is not designed to model the performance of lending or leasing portfolios.