

Call for proposal of co-investment to Kecskemét Urban Development Fund

Proposal

The Hungarian government within the framework of the Modern Cities Program signed a cooperation agreement with the city of Kecskemét with the long-term objective of fostering the development and rejuvenation of the city. In order to assure the efficient governmental implementation described in the agreement and the coordination led by the minister of the Prime Minister's Office, the Government resolved a Gov. Decision of 1131/2016. (III.10.).

In the frame of the aforesaid agreement the Government concluded to establish Kecskemét Urban Development Fund (hereinafter: KUDF) that provides a special opportunity in favour of the city's economic development.

With refer to the referential legislation of the EU the potential and independent would-be private investors of KUDF is to be identified through a public announcement that ensures the investors' selection through an open, transparent and non-discriminatory call.

KUDF's initial registered capital will invest into SME-s and project companies during its investment period of 5 years that carry out projects within the administrative borders of City of Kecskemét. Projects would create added value especially in the areas of social housing, energy efficiency, direct SME development, urban waste management, brown field rehabilitation and re-development, local tourism, food industry, and logistics.

KUDF will be majority financed from resources provided by the Municipality of City of Kecskemét and will be co-financed from equity contribution by private investors.

According to the above mentioned we are seeking professional private investors with interest to participate in the KUDF as co-investor.

Submission of proposal

The expressions of interest with the required documents on present call shall be submitted on or before the end of the closure of investment period by e-mail, registered mail or personally (or by legal representative) on the following availabilities:

Informatikai Kockázati Tőkealap-kezelő Ltd.

Kapás street 6-12. I.

1027 Budapest, Hungary

in favour of Mr. Balázs Garamvölgyi

mail: garamvolgyi.balazs@iktk.hu

Detailed information will be provided in favour of the applicants via e-mail following the receipt of the registration.

Eligibility criteria:

- the amount to be invested is exempted of all kind of EU Commission or state aid,
- the applicant must have the financial capacity to complete the funding is requested,
- the minimum amount of commitment exceeds HUF 500 million (appr. EUR 1.6 million)
- the fund to be provided by the applicant is legally originated
- following the registration meets and accepts the condition of investment of KUDF

Required documents:

- presentation of the applicant: a brief summary about the goals of participation and official documents (deed of association, certificate of incorporation, annual report)
- documents to certify the fund to be provided by the applicant is legally originated

KUDF shall require further information and documents from the co-investor applicants during the selection period.