

Credit cover

INSURANCE OF RECEIVABLES

If you decide to assign receivables to UniCredit Factoring, you will also gain protection for your company against the **risk of a customer's unwillingness or inability to pay** and **regular monitoring of the customer's creditworthiness**. At the same time, you will have perfect **knowledge about the age structure of receivables** or payments from customers.

✓ CREDIT COVER IS THE RIGHT CHOICE FOR YOU IF:

- you wish to **reduce the risk** associated with the non-payment of invoices by your customers;
- you wish to **obtain information about the creditworthiness** of your domestic and foreign customers;
- you wish to leave the **management of your receivables** to professionals and focus completely on your business.

✓ HOW DOES IT WORK AND WHAT CAN WE DO FOR YOU?

- Contact our **sales representative**.
- Once we analyse your receivables we **conclude a factoring agreement** with you.
- We will **choose the appropriate form of insurance** depending on the customer's country. **At home and in OECD countries**, we usually use **commercial re-insurance companies**, **in other countries** we recommend insurance by way of our partners in the global **Factors Chain International** network.
- We will **check** your customers **for creditworthiness** and inform you of the **guarantee limit**.
- You **supply** goods or provide a service **to your customers** and send them an invoice.
- Then you **enter** the receivable arisen and owed from your customer **into our electronic system**.
- We will **manage** your receivable and **dun** the debtor. Once the receivable is settled, we will transfer the funds to your account forthwith.
- If the customer fails to pay the invoice by the agreed due date due to an unwillingness or inability to pay, you will receive a **guarantee payment** from us in the amount of **90% or 100% of the receivable** depending on the insurance type.
- The service includes the **professional management**, recovery, and collection of receivables.

✓ PRICE FOR THE SERVICE

The price for the Credit Cover consists of the **administrative fee** and insurance of the receivables **against the unwillingness or inability to pay** fixed as a percentage of the receivable being assigned. The percentage differs substantially depending on the **type of insurance and the customer's country**. The invoice is sent following the close of each calendar month.