

Advances on Future Receivables



WHO IS THE PRODUCT FOR?

The product is for large/medium sized businesses/companies that work through orders or supply contracts and wish to fund their own working capital.



PRODUCT DESCRIPTION

UniCredit Factoring acquires future receivables arising from a supply contract signed by the assignor with its debtors and can assess whether to advance a variable portion of the taxable amount of this contract to the assignor.

As receivables not yet existing are funded, at the beginning of the relationship, the product is usually granted as collateral of the assignment of the receivables.

Once the future receivables arise, and the related invoices are issued, part of those invoices are used to cover the advance made at the beginning of the relationship.



PRODUCT COSTS

The product foresees the following cost items:

- factoring fee related to the management of assigned receivables
- interest for the advance of the portion of the contract value
- additional expenses

ADVANTAGES

- Funding of the working capital through the funding of orders/contracts, in advance of the issue of invoices, with the availability of a financial instrument in addition to the bank loan
- Credit management assigned to a specialist
- Professional assessment and ongoing monitoring of assigned debtors

Solutions that matter.

