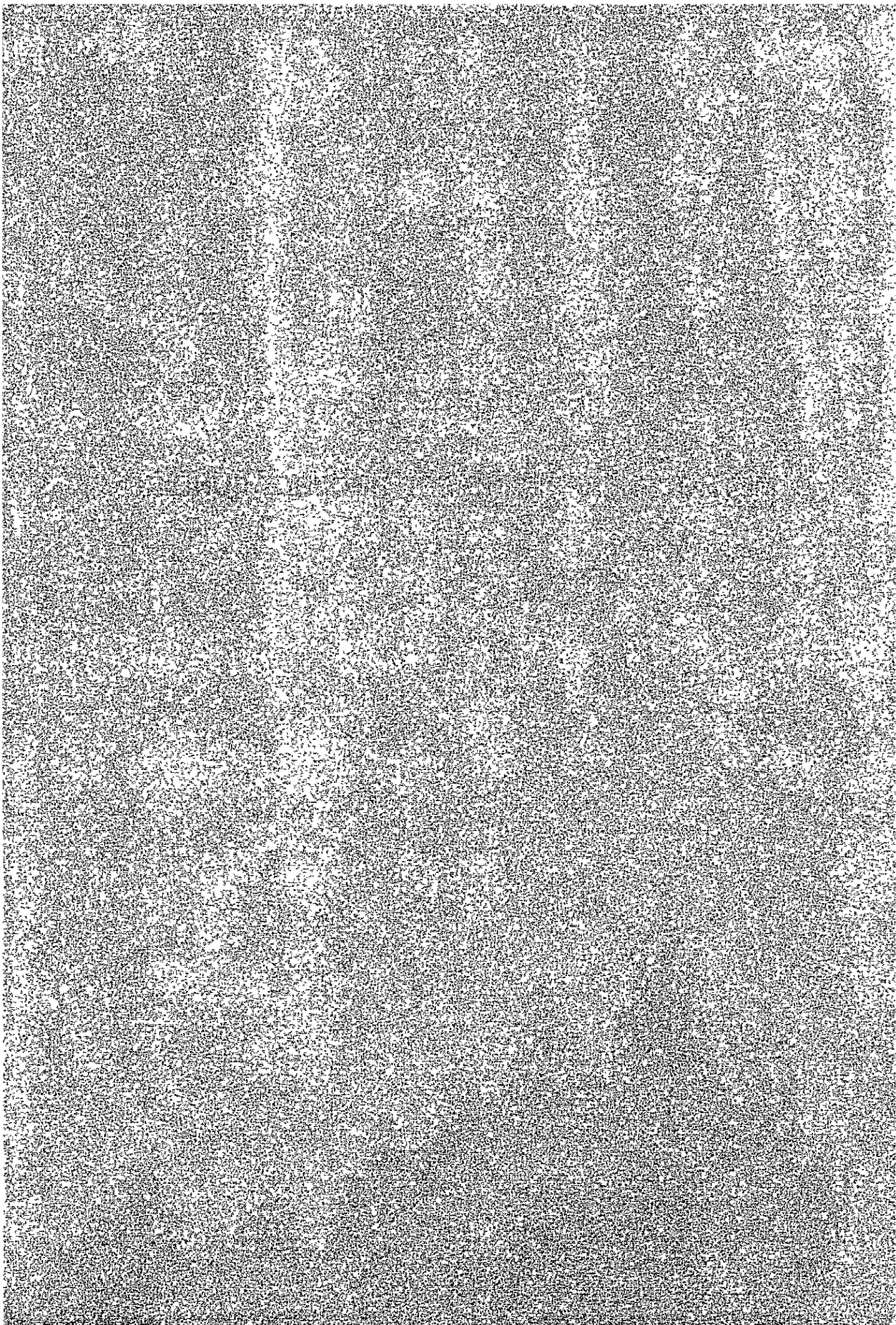


## **CHAPTER IV**

# **METHOD OF APPLYING FOR PROJECT FUNDING**



## CHAPTER IV

### METHOD OF APPLYING FOR PROJECT FUNDING

#### 1. In the case of financing of the owner of the land by domestic financial institutions

In the 5-year afforestation project targeted by this report, financing of owners of the land by financial institutions in Paraguay is contemplated. The procedures for financing including application for project funds are as follows.

- ① The entity desiring to implement afforestation seeks the advice of the relevant agency of the forestry bureau with respect to application.
- ② The entity desiring to implement afforestation submits the application, business plan and land registration ledger (copy) to the relevant agency of the forestry bureau to apply for implementation of the project.
- ③ The relevant agency of the forestry bureau screens the application documents and if appropriate, issues a certificate of approval.
- ④ The entity desiring to implement afforestation submits the certificate of approval to a financial institution and executes a financing contract with such institution.
- ⑤ The financial institution provides financing to the entity desiring to implement afforestation.
- ⑥ The entity desiring to implement afforestation undertakes the project.
- ⑦ When afforestation is completed, the entity undertaking the project reports to the relevant agency of the forestry bureau.

The relevant agency of the forestry bureau performs inspection 12 months after planting of the trees.

The required information in the application is as follows. The financing application form of BNF and CAH, the business plan format prescribed by the relevant agency of the forestry bureau are appended.

#### (1) On the applicant

Date of application

Applicant: name, ID number, year, month and date of birth, age, address, signature

Spouse: name, ID number, year, month and date of birth, age, address, signature

**(2) On the family of the applicant**

Names of family members, relationship to the applicant, gender, year, month and date of birth, age

**(3) Occupation, labor resource within the family, income, etc.**

The applicant's former occupation, location of the workplace, years of service

The applicant's years of experience in agriculture, years of experience at the current agricultural site

Number of family members capable of providing labor (aged 14 or above): Number by gender of those capable of providing labor on an on-going basis, number by gender of those capable of providing labor on a seasonal basis

Income from agriculture and livestock activities in the preceding year, other income in the preceding year

Major products marketed, major buyers

Names of family members, relationship to the applicant, gender, age

**(4) On the land**

Registration number, area and price of the registered land

Area and price of unregistered land

Area and price of land leased to a third party

Area and price of land occupied illegally

Area and price of land leased from a third party

Area of owned land used: annual produce, perennial produce, grazing grass, forestry, residence, others

Location and access of the land

**(5) Type, number and price of structures**

**(6) Type, number and price of mechanical equipment**

**(7) Type number and price of livestock**

**(8) Inventory and price of produce**

**(9) Cash assets**

**(10) Funds that may be redeemed**

**(11) Debts: creditor, amount, amortization term, amounts already amortized**

## **2. In the case of projects involving subsidy from the forest bureau**

In the case of subsidy by the forestry bureau to the small landowners planting trees envisioned by the 5-year afforestation plan targeted by this report, procedures including application area as follows.

- ① The entity desiring to implement afforestation seeks the advice of the relevant agency of the forestry bureau with respect to application.
- ② The entity desiring to implement afforestation submits the application for subsidy and land registration ledger (copy) to the relevant agency of the forestry bureau.
- ③ The relevant agency of the forestry bureau screens the application documents and if appropriate, provides seedling and materials for eradicating ants.
- ④ The entity desiring to implement afforestation undertakes the project.
- ⑤ The relevant agency of the forestry bureau performs inspection 12 months after planting of the trees.

## **3. In the case of projects involving subsidy to small land owners from lumber companies (the lumber company obtains financing from financial institutions)**

In the case of subsidy by a lumber company to the small landowners planting trees envisioned by the 5-year afforestation plan targeted by this report, procedures including application area as follows.

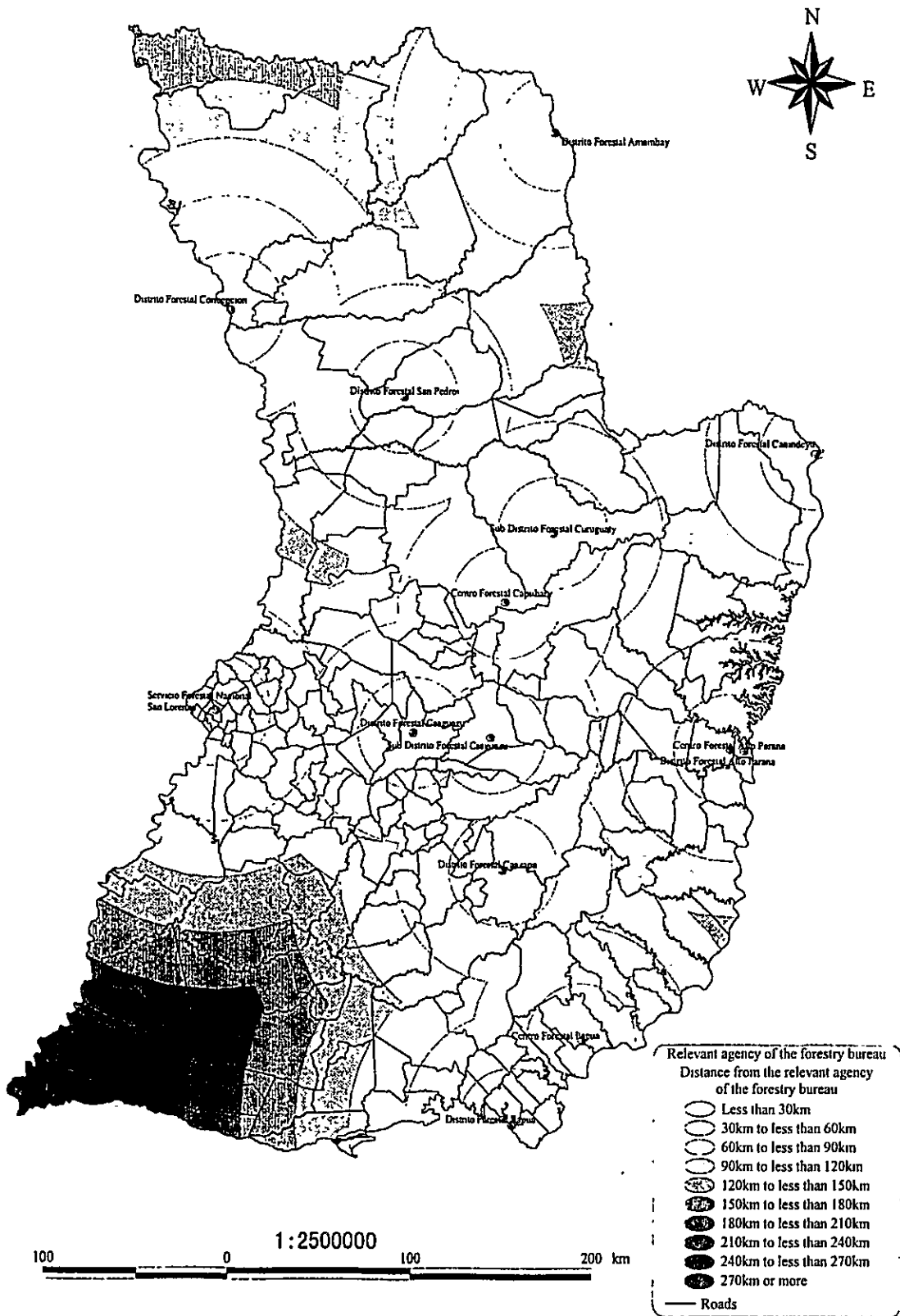
- ① The lumber company executes a financing contract with a financial institution.
- ② The entity desiring to implement afforestation seeks the advice of the lumber company on application and undertakes the application procedures.
- ③ The lumber company provides seedling and materials for eradicating ants to the entity undertaking afforestation.
- ④ The entity desiring to implement afforestation undertakes the afforestation and the lumber company provides technical guidance.
- ⑤ The lumber company performs inspection 12 months after planting of the trees and if appropriate, pays the afforestation costs. (The lumber company shall determine whether or not the payment of the afforestation cost is including in the subsidy provided.)
- ⑥ The lumber company reports to the forestry bureau.

⑦ The lumber company purchases the felled timber.

**4. In the case of projects involving subsidy from an agricultural cooperative to small landowners (the agricultural cooperative obtains financing from a financial institution)**

In the case of subsidy by an agricultural cooperative to the small land owner planting trees envisioned by the 5-year afforestation plan targeted by this report, procedures including application area as follows.

- ① The agricultural cooperative executes a financing contract with a financial institution.
- ② The entity desiring to implement afforestation seeks the advice of the agricultural cooperative on application and undertakes the application procedures.
- ③ The agricultural cooperative provides financing to the entity desiring to implement afforestation.
- ④ The entity desiring to implement afforestation undertakes the afforestation and the agricultural cooperative provides technical guidance.
- ⑤ The agricultural cooperative performs inspection 12 months after planting of the trees and reports to the forestry bureau.
- ⑥ The entity undertaking the afforestation repays the loan in kind using the felled timber.



Map of Deployment of Relevant Agencies of the Forest Bureau





# **REFERENCE PHOTOGRAPHS**

**(NO. 1 TO NO. 66)**





Photo Number 1 Seeding bed (flat bed)

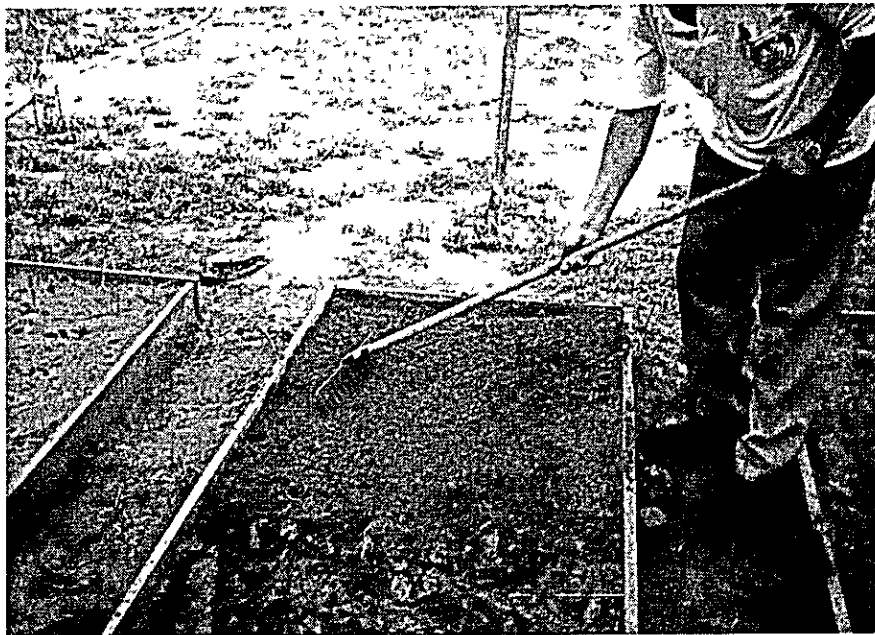


Photo Number 2 Producing the seeding bed (framed flat bed)

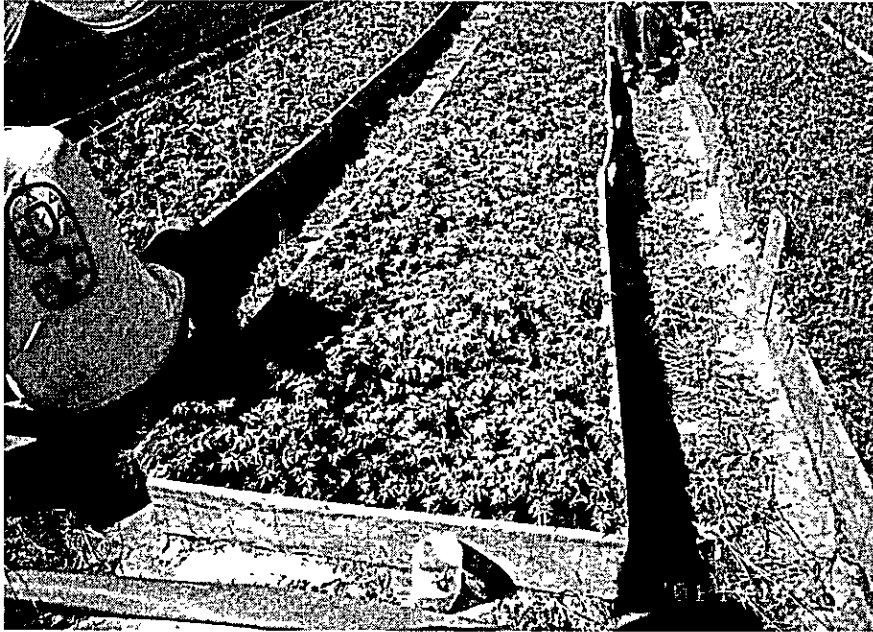


Photo Number 3 Transplantation bed for potted seedlings (framed with wooden planks)



Photo Number 4 Transplantation bed for potted seedlings (framed with bamboo material)

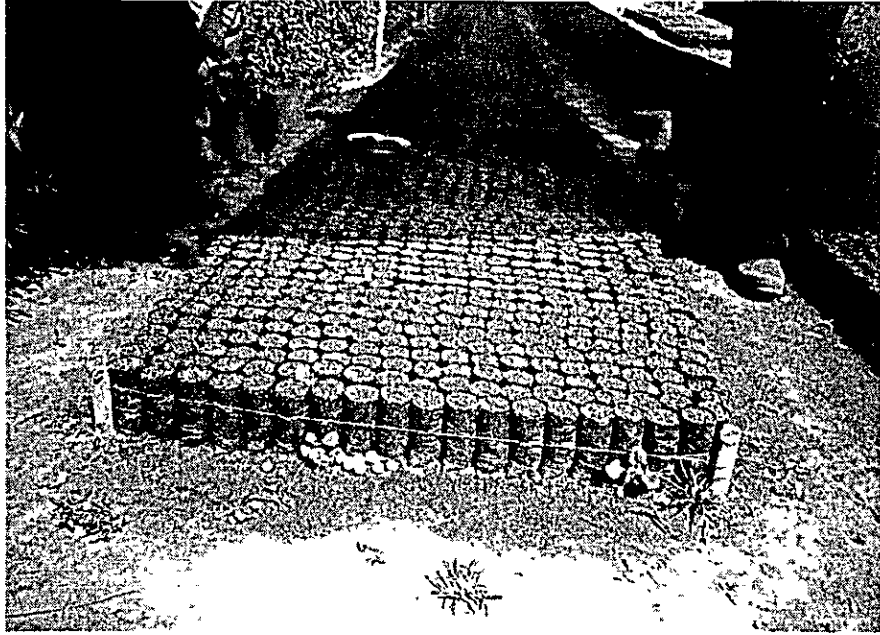


Photo Number 5 Transplantation bed for potted seedlings (surrounded by heavy wire)



Photo Number 6 Sun cover (square covering)



Photo Number 7 Sun covering (high covering)

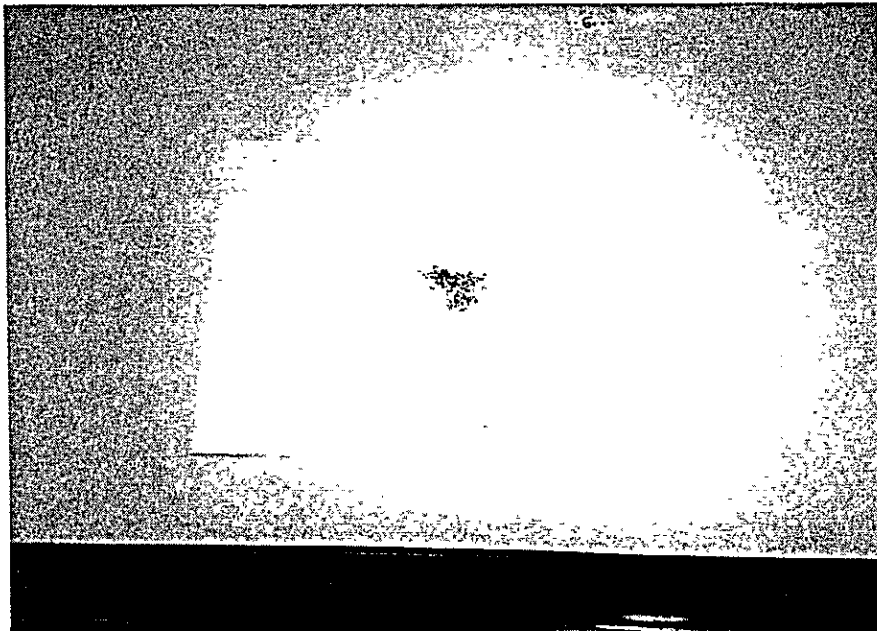


Photo Number 8 Seeds of *E. grandis*

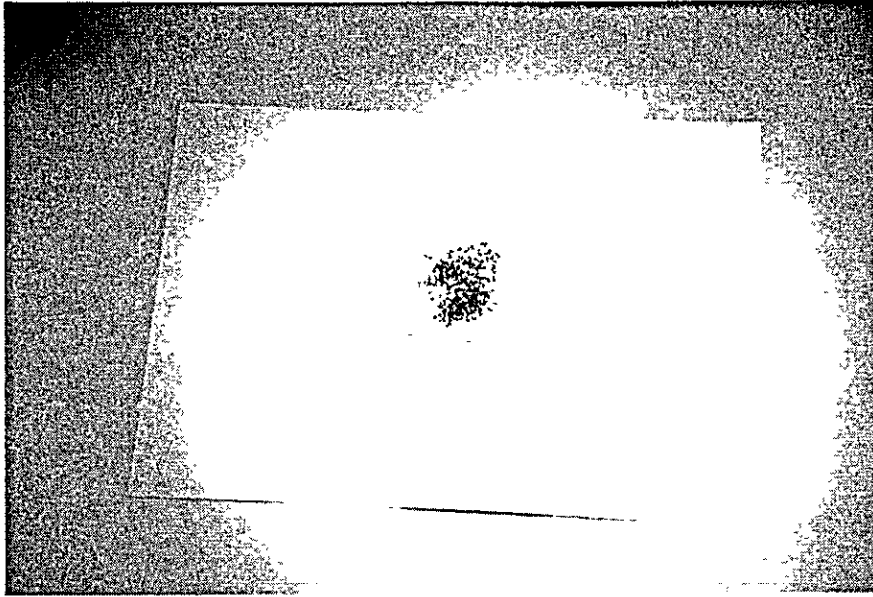


Photo Number 9 Seeds of *E. camaldulensis*

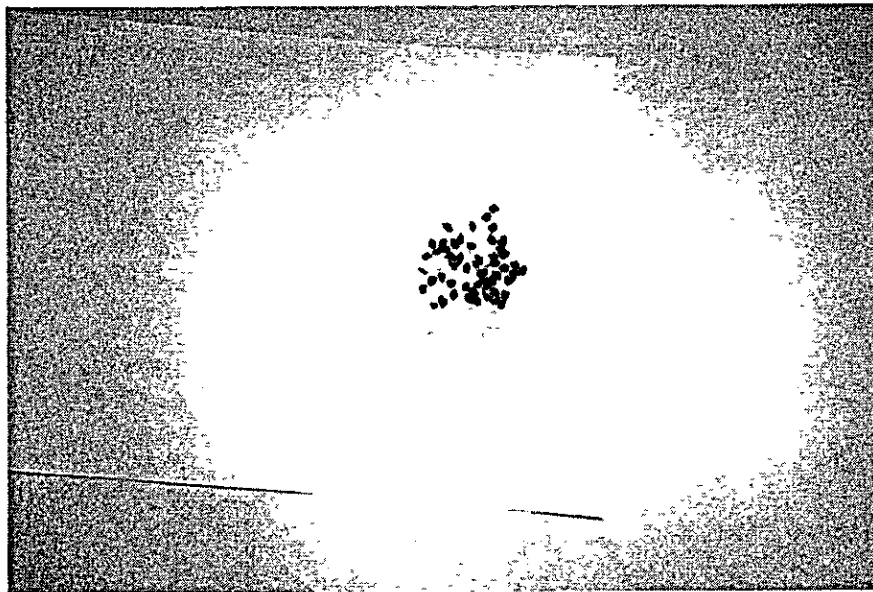


Photo Number 10 Seeds of *P. eliottii*

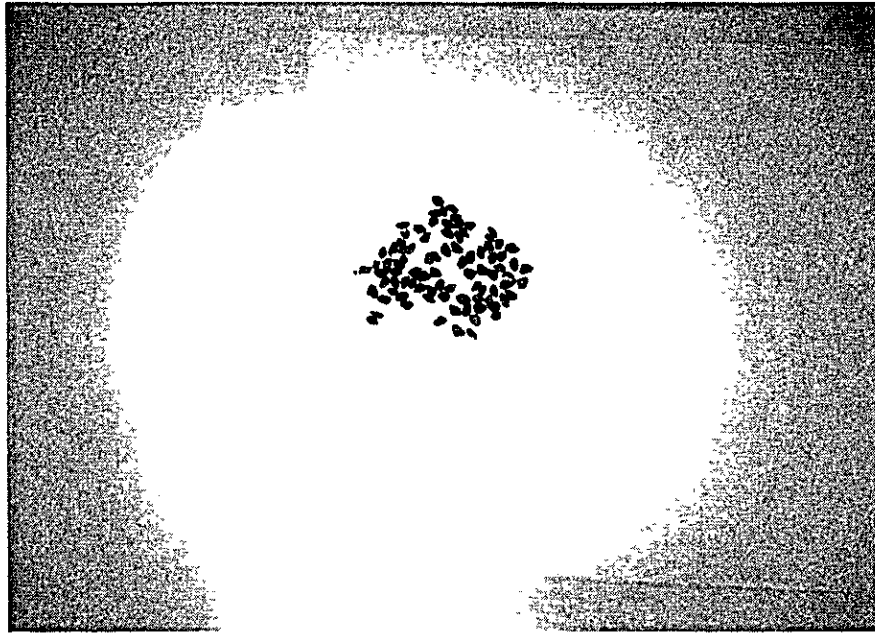


Photo Number 11 Seeds of *P. taeda*



Photo Number 12 Seeds of *P. gigante*





Photo Number 13 Collecting soil for pots

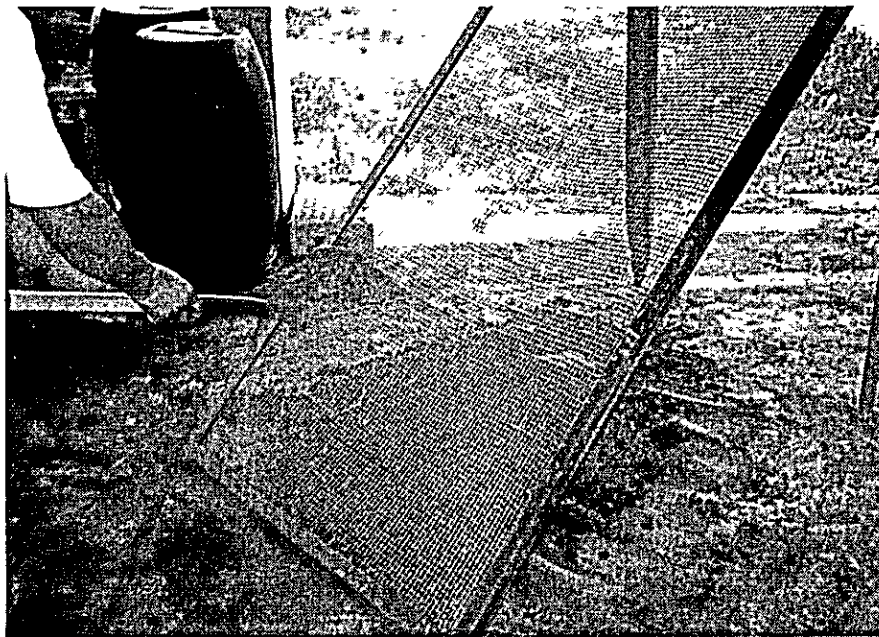


Photo Number 14 Preparing the soil for pots (removing extraneous matter)



Photo Number 15 Perforation holes in the pots



Photo Number 16 Filling the pots with soil



Photo Number 17 Filling the pots with soil



Photo Number 18 Temporary storage of pots filled with soil prior to placing in the designated position in the transplantation bed