



**Q&A on the Call for Expression of Interest in the area of socio-economic support –
February 2019-2**

<i>Call for Expression of interest in the field of socio-economic support</i>	
Q1	<p>What are the subthemes/ sectors/ areas that are referred under below? What specific parts of the guidance this refers to (other than local ownership, gender and environment).</p> <p><i>Describe the relevance of the action to any specific subthemes/sectors/areas and any other specific requirements stated in the Guidelines of the call for expression of interest, e.g. local ownership etc.</i></p>
A1	Please generally refer to section 2.1.2 of the Guidelines.
Q2	The application form also refers to ‘results as indicated in the guidelines’. Which results are referred?
A2	Please refer to question 1 of this Q&A and to section 1.2 of the Guidelines. Please note that sustainability of the action and its results are also assessed as per section 6 of the grid under section 2.3 of the Guidelines.
Q3	<p>In one of the proposals we consider to establish an investment fund that will invest into startups to create positive impact with the refugees. With regards to this vehicle, we have the following questions:</p> <p>1. It is expected that a part of the funds will be paid back when the fund exits from its investments in a few years, i.e. when the shares that the fund bought in a startup within the 4 years of the application of the grant are sold in the —let’s say— 6th year. In this case, do we have to i) return the initial capital to the EU? ii) return the difference between the proceeds from the sales of the shares and the initial investment to the EU? If there is a return requirement, what would need to be returned in TOTAL in the following case:</p> <ul style="list-style-type: none"> - We invest 10 euros to Company X and it goes bankrupt (we do not receive any proceeds from shares)? - We invest 10 euros to Company Y and we sell the shares for 10 euros? - We invest 10 euros to Company Z and we sell the shares for 30 euros? - Do we need to return - 20 euros (capital investment to Y and Z)? - 30 euros (total capital invested)? - 40 euros (total proceeds)? <p>2. Is there a matching requirement for the grant given to the investment fund? More specifically, do we need to raise money from other sources at a certain proportion to</p>

	<p>match the funds requested from the EU (for example if you get 10 euros of grants, you need to raise 20 euros from other sources)?</p> <p>3. Can we invest the grant money to startups who work on products and services which will benefit refugees but founded by nationals of countries other than Turkey or Syria, who move their business to Turkey? For example can we invest in a startup established by nationals of a EU origin company?</p>
A3	<p><u>Question 1</u></p> <p>In accordance with section 2.2.4 of the Guidelines, the Facility Secretariat cannot comment on the eligibility of a potential action or proposed activity. It would advise, however, to ensure that any proposal be directly linked to the objectives and priorities of the Call and to keep proposed activities as simple and straightforward as possible.</p> <p>You are kindly reminded to refer to section 2.1.3 on eligible and ineligible costs, to section 2.1.2 on the eligible actions and duration of the action.</p> <p><u>Question 2</u></p> <p>There are no specific matching requirements defined within the Guidelines of the Call.</p> <p><u>Question 3</u></p> <p>As per Q/A 3.1, the Facility Secretariat cannot comment on the eligibility of a potential action or proposed activity. Please consult section 2.1.2 of the Guidelines on the location of the activities and be reminded that any proposal would need to be directly linked to the objectives and priorities of the Call and that proposed activities be kept as simple and straightforward as possible.</p>