

	Normal ECCL (2012 design)	NEW Pandemic Crisis Support (2020 design)	Benefits
Cost of funding	0.60%*	- 0.21% to - 0.05%**	We created a new Pandemic Crisis Support silo, charging the low (negative) rates today
Annual margin	0.35 %	0.10%	Cost reduction of 0.25% annually
One off upfront service fee	0.50%	0.25%	Additional one off cost reduction of 0.25%.
<b>Total charged to countries</b>	<b>1.00%</b>	<b>0.08%</b> for 10yrs or <b>-0.07%</b> for 7yrs	For a 10 year maturity, the cost of the loan will be just above 0%. Shorter maturities could be at negative rates
Types of bonds	Normal ESM bonds	Largely new ESM Social Bonds	A new framework will be created to issue ESM Pandemic Social Bonds, as the use of proceeds will be for direct and indirect medical costs

\* Current ESM cost of funding, including historic long term issuances

\*\* ESM secondary rates for 7 and 10 years maturity in the market. Three months average, as of 26/05/2020

