



FINANCING FOR SMEs

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Objective

To inform what are the available subsidized funds/schemes for SMEs and non-SMEs established by the Government



Key Questions



Why government introduces funding policy?



Some examples?



What is the objective?



Who is going to benefit?

Key Incentives

Government provides:

- ✓ **lower interest/profit rate; or**
- ✓ **interest/profit rebate (mostly 2%); or**
- ✓ **government guarantee (up to 50%)**

**The fund comes from the
respective PFIs**

Purpose of Financing




Financing for:

- ✓ **working capital; or**
- ✓ **acquisition of assets; or**
- ✓ **business expansion**



Not for:

- X Purchase of share**
- X M&A**
- X Refinancing**


List of Funds/Schemes

Name	Participating FIs	Target Sector/ Purpose	Fund Size (RM)	Application Period
Tourism Special Fund <i>(Budget 2002)</i>		Tourism - construction of hotel & resort and its related facilities	1.2 bil	Until fund fully utilised
Tourism Infrastructure Fund <i>(Budget 2002 & 2014)</i>		Tourism - construction of hotel & resort and its related facilities	2.4 bil + 2 bil	Until fund fully utilised
Maritime Fund <i>(Budget 2009 & 2014)</i>		Maritime - purchase of vessels and maritime related activities	4.5 bil + 3 bil	







List of Funds/Schemes

Name	Participating FIs	Target Sector/ Purpose	Fund Size (RM)	Application Period
Public Transportation Fund <i>(Budget 2009)</i>	 <p>BPMB Malaysia Development Bank</p>	Transportation services -purchase of bus and rail	500 mil	Until fund fully utilised
Green Tech Financing Scheme <i>(Budget 2010 & 2013)</i>	Almost all Commercial & DFIs 	All sectors- green tech investment	1.5 bil + 2 bil	2010-2015

List of Funds/Schemes

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Taxi 1Malaysia Scheme <i>(Budget 2012)</i>		Transportation services- purchase of new taxi to replace old taxi	200 mil	2012-2014



List of Funds/Schemes

Name	Participating FIs	Target Sector/ Purpose	Fund Size (RM)	Application Period
Green Lane Policy <i>(Budget 2014)</i>	5 DFIs & MDV     	All sectors- innovative SMEs	500 mil	Jun 2011- Dec 2017
Malaysia Kitchen Financing Facility		Food supply chain- setting up restaurant/biz overseas	170 mil	2007 - 2022

List of Funds/Schemes

Name	Participating FIs	Target Sector/ Purpose	Fund Size (RM)	Application Period
School Bus 1Malaysia Scheme <i>(Budget 2013)</i>		Transportation services- purchase of new bus to replace old bus	200 mil	2013-2014
IP Financing Scheme <i>(Budget 2013)</i>		Mainly ICT- IP as collateral	200 mil	2013-2014
Youth Entrepreneur Fund <i>(Budget 2013)</i>		Creative and innovative youth below 30 y/o	50 mil	2013-2014

List of Funds/Schemes

Name	Participating FIs	Target Sector/ Purpose	Fund Size (RM)	Application Period
Graduate Entrepreneur Fund <i>(Budget 2014)</i>		Graduate		Term and condition of the Scheme not ready yet
Night Market Entrepreneur Scheme <i>(Budget 2014)</i>		Night market entrepreneur		

How to apply?

- **Just approach any PFIs**
- **Loan approval is subject to PFIs**
- **Arrangement for interest/profit rebate (if any) is between MOF and PFIs**



Thank You