

BNM's Fund for SMEs :

Targeted Relief and Recovery Facility (TRRF)

Objective

Provide relief and support recovery for SMEs in the services sector affected by reintroduction of containment measures since June 2020

Features of Targeted Relief and Recovery Facility (TRRF)

Eligibility criteria	• Malaysian SMEs* in services sector affected by the reintroduction of COVID-19 containment measures since June 2020 (except tourism-related subsectors), such as: a) Personal services (e.g. repair of computers / household goods, laundry, hairdressing, beauty) b) Food and beverage service activities c) Human health and social work activities d) Arts, entertainment and recreation e) Wholesale and retail trade f) Business services (e.g. Professional, scientific and technical activities; administrative and support service activities) Note: Recipients of the Special Relief Facility and the PENJANA SME Financing are eligible for the TRRF up to an aggregate limit of RM500,000 per SME
Purpose of financing	• Working capital • 30% of financing approved can be used to refinance existing financing Note: Refinancing of existing business financing under BNM's Fund for SMEs is not allowed
Financing size	• SME: Up to RM500,000 per SME • Micro enterprise: Up to RM75,000 per micro enterprise Note: A collective financing limit is applicable for SMEs with common shareholder(s) of equal to or more than 20% shareholding
Financing rate to SMEs	Up to 3.5% per annum, inclusive of guarantee fee
Tenure	Up to 7 years, with a moratorium on monthly instalments of at least 6 months
Guarantee coverage	• SMEs: 80% (0.5% per annum, guarantee fee); • Optional for Participating Financial Institutions (PFIs) - Micro enterprises: 90% (0.5% per annum, guarantee fee). PFIs can obtain guarantee coverage from the Credit Guarantee Corporation Malaysia Berhad (CGC) / Syarikat Jaminan Pembiayaan Perniagaan (SJPP).
Application procedure	Application to be submitted directly to the PFIs and approval will be subject to the credit assessment of PFIs
Availability	Until 31 December 2021 or full utilisation (whichever is earlier)

* Based on the definition of SME as approved by the National Entrepreneur and SME Development Council (NESDC).

For more information

Contact the PFI's customer service centre

Log on to PFI's website

www.bnm.gov.my/covid19

BNM eLINK: bnm.my/LINK

An initiative by:

BANK NEGARA MALAYSIA
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Credit Guarantee Providers:

CGC SJPP