

Disaster Relief Facility (DRF) 2021

To alleviate the financial burden of SMEs affected by floods and enable them to resume their business operations

Eligibility criteria

Microenterprises and SMEs¹ affected by floods located in districts identified by Agensi Pengurusan Bencana Negara as flood disaster areas

Purpose of financing	<ul style="list-style-type: none">• Repairs and/or replacement of assets for business use (e.g. plants and machinery) which have been damaged by natural disasters; and/or• Working capital <p><i>Note: Financing should not be used for refinancing of existing credit / financing facilities</i></p>
Financing size	<ul style="list-style-type: none">• Up to RM500,000 per SME; and• Up to RM75,000 per micro enterprise.
Financing rate to SMEs	The maximum effective financing rate is up to 3.50% per annum, inclusive of guarantee fee
Guarantee coverage	<ul style="list-style-type: none">• 80% guarantee cover at 0.5% p.a. guarantee fee.• Participating Financial Institutions (PFIs) can obtain guarantee coverage from the Credit Guarantee Corporation Malaysia Berhad (CGC) for this Facility
Tenure	Up to 5 years, including a moratorium period of 6 months on both principal and interest payments
Availability	Until 31 July 2021 or full utilisation (whichever is earlier)
Application Procedure	Application to be submitted directly to the PFIs and approval will be subject to the credit assessment of PFIs

¹ At least 51% shares held by Malaysians and as defined by SME Corp's Guidelines on National SME Definition accessible at https://www.smecorp.gov.my/images/pdf/2020/Guideline-SMEdefinition_updated.pdf

For more information



Contact the PFI's customer service centre



Log on to PFI's website



www.bnm.gov.my/sme-financing



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