

BNM's Fund for SMEs : Low Carbon Transition Facility (LCTF)



BNM's Low Carbon Transition Facility is established to support SMEs in adopting sustainable and low carbon practices.

The type of businesses suitable to apply for this facility

The Low Carbon Transition Facility is open for SMEs in all sectors that are committed to transform their business operations towards low carbon operations. This includes improving energy efficiency, increasing use of sustainable material for production and obtaining sustainability certification.



Financing size
per SME

**Maximum
RM10 million**



Financing Rate
to SMEs

Maximum financing
rate of

5% p.a.
inclusive of guarantee
fee (if any)



Tenure

Up to

10 years

All applications should be made directly with the participating financial institutions to reduce risk of financial scams. No third party agents are being employed by participating financial institutions for the purpose of this facility.

Low Carbon Transition Facility (LCTF)

Objective	Encourage and support SMEs to adopt sustainable practices for business resilience
Special feature	Participating financial institutions to provide financing on a matching basis
Eligibility criteria	SMEs in all sectors
Purpose of financing	To fund capital expenditure or working capital to initiate or facilitate the transition to low carbon and sustainable operation
Tenure	Up to 10 years
Financing size per SME	Maximum RM10 million
Financing rate to SMEs	Maximum financing rate of 5.0% p.a., inclusive of guarantee fee (if any)
Guarantee	Guarantee schemes by Credit Guarantee Corporation Malaysia Berhad (CGC) / Syarikat Jaminan Pembiayaan Perniagaan Berhad (SJPP)
Availability	3 February 2022 until full utilisation

For more
information



Contact the participating financial institutions' customer service centre



Log on to participating financial institutions' website



Financing for SMEs:
<https://bnm.gov.my/sme-financing>
BNM's Fund for SMEs:
<https://www.bnm.gov.my/funds4sme>
BNM eLINK:
<https://bnmlink.bnm.gov.my>

An initiative by:



BANK NEGARA MALAYSIA
CENTRAL BANK OF MALAYSIA

Credit Guarantee Providers:



SJPP