

BNM's Fund for SMEs: **Relief and Adaptation Facility (RAFt)**

BNM's RAFt aims to promote flood preparedness and business resilience among small and medium enterprises (SMEs) amid worsening flood risks in Malaysia. Through RAFt, SMEs may now access financing support for both floods relief and preventive measures.

Features of Relief and Adaptation Facility (RAFt)

Financing size

Maximum **RM1 million** for each financing type

Financing Rate

Relief financing

Up to **3.5% p.a.**

Adaptation financing

Up to **3% p.a.**

Maximum Tenure

Up to **7 years**

Relief financing

Includes a built-in **6-month moratorium**,[4] and any extension

	Relief financing	Adaptation financing
Objective	Reduce financial burden of SMEs affected by floods	Promote SMEs' flood preparedness and business resilience
Eligibility criteria	• Malaysian SMEs[1,2] affected in flood disaster areas[3] • Applications must be made at most 12 months after a flood event	Malaysian SMEs[1,2]: • previously affected by floods, including flash floods; and/or • located in flood-prone areas
Financing purpose	• Repairs and/or replacement of business assets damaged by floods; and/or • Working capital	• Capital investments and relevant expenses to reduce flood risk and losses
Guarantee	• Up to 80% guarantee coverage at 0.5% p.a. guarantee fee • Guarantee coverage can be obtained from Credit Guarantee Corporation Malaysia Berhad (CGC) or Syarikat Jaminan Pembiayaan Perniagaan Berhad (SJPP)	
Additional requirements	• Additional requirements apply to adaptation financing. This will depend on the type of adaptation and financing value • Refer to the Frequently Asked Questions (FAQ) and seek further information from participating financial institutions	
Application procedure	• Apply directly with participating financial institutions (PFI) • Approval is subject to the PFIs' credit assessment	
Availability	• Available until 30 June 2027 or full utilisation	

[1] This refers to micro, small and medium enterprises as defined by the Guidelines for SME Definition issued by SME Corporation Malaysia, accessible here
[2] At least 51% share of the ownership is held by Malaysians
[3] This refers to districts identified by National Disaster Management Agency (NADMA) as flood disaster areas
[4] The moratorium is not a loan waiver. The interest/profit will continue to accumulate on deferred repayments during the moratorium period, and will be charged to the instalment amount

For more information

- **Contact the PFI's customer service centre**
- **Log on to PFI's website**

- **Financing for SMEs [Link]**
- **BNM's Fund for SMEs [Link]**
- **List of Participating Financial Institutions [Link]**
- **BNMLINK [Link]**

An initiative by:

BANK NEGARA MALAYSIA
CENTRAL BANK OF MALAYSIA

Credit guarantee providers:

CGC SJPP