

SME ASSISTANCE GUARANTEE SCHEME

OBJECTIVE

To assist viable SMEs adversely impacted by the current economic slowdown continue to have access to adequate financing. With CGC's guarantee, it is envisaged that SME's access to financing will be enhanced and at a lower cost.

PURPOSE OF FINANCING

- Working capital
- Project financing
- Capital expenditure
- Shall NOT be used to refinance existing credit facilities

ELIGIBILITY CRITERIA

SMEs across all economic sectors;

- SMEs that are owned by Malaysians residing in Malaysia (at least 51% shareholding);
- SMEs with shareholders funds not exceeding RM3 million;
- SMEs that are NOT affiliates or subsidiaries of Government Linked Companies (GLCs) or public listed companies (PLCs);
- SMEs adversely impacted by the current economic slowdown. Participating financial institutions are responsible for determining and justifying the genuineness of the customer based on their credit evaluation procedures.
- An SME is defined as follows:

Based on Number of Full-Time Employees

Sector Size	Primary Agriculture	Manufacturing (including Agro-based) & MRS*	Services Sector (+ ICT) & Mining & Quarrying and Constructions
Micro	Less than 5 employees	Less than 5 employees	Less than 5 employees
Small	Between 5 & 19 employees	Between 5 & 50 Employees	Between 5 & 19 employees
Medium	Between 20 & 50 employees	Between 51 & 150 Employees	Between 20 & 50 employees

Note (*): Manufacturing related services

OR

Based on Annual Sales Turnover

Sector Size	Primary Agriculture	Manufacturing (including Agro-based) & MRS*	Services Sector (+ ICT) & Mining & Quarrying and Constructions
Micro	Less than RM200,000	Less than RM250,000	Less than RM200,000
Small	Between RM200,000 & less than RM1 million	Between RM250,000 & less than RM10 million	Between RM200,000 & less than RM1 million
Medium	Between RM1 million & RM5 million	Between RM10 million & RM25 million	Between RM1 million & RM5 million

Note (*): Manufacturing related services

FEATURE OF THE SCHEME

Minimum Financing

- None

Maximum Financing

- Maximum aggregate financing of RM500,000 per SME.

Maximum tenure

- 5 years

INTEREST / FINANCING RATE

- Determined by participating financial institutions.

GUARANTEE COVER

- CGC will provide 80% guarantee cover on principal and normal interest.

GUARANTEE FEE

- No guarantee fee shall be charged under this scheme

PARTICIPATING FINANCIAL INSTITUTIONS

- All commercial banks and Islamic banks
- Bank Perusahaan Kecil & Sederhana Malaysia Berhad (SME Bank)
- Bank Kerjasama Rakyat Malaysia Berhad
- Export-Import Bank of Malaysia Berhad (EXIM Bank)
- Bank Pertanian Malaysia Berhad (Agrobank)
- Bank Simpanan Nasional

APPLICATION DEADLINE

Open until 31st December 2009 or upon approval of financing up to RM2 billion, whichever is earlier. The continuation of the scheme thereafter is subject to review.

APPLICATION PROCEDURE

Application under **SME Assistance Guarantee Scheme** can be submitted through the following 3 easy steps:

1. Visit any branch of the participating financial institutions to obtain the credit facilities for SME Assistance Guarantee Scheme.
2. Participating financial institutions shall evaluate the applications based on the eligibility criteria and the viability of the business.
3. Once approved, participating financial institutions will submit the details to CGC to obtain CGC's guarantee cover under the scheme.



For more information, please contact:

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03-7 88 000 88

CGC Website:
www.iGuarantee.com.my

CGC Branches:

Main Branch	03-7804 8100
Alor Star	04-731 2300
Batu Pahat	07-432 2633
Ipoh	05-243 3900
Johor Bharu	07-338 2788
K. Kinabalu	088-538 300
K. Terengganu	09-625 2400
Kota Bharu	09-743 7730
Kuala Lumpur	03-4149 6476
Kuantan	09-513 9277
Kuching	082-424 200
Melaka	06-284 4300
Miri	085-421 270
Prai	04-399 2400
Sandakan	089-224 698
Seremban	06-761 2400

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**Credit
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