

Overview of Guarantee Products under the SME Financing Guarantee Scheme

	80% Guarantee Product	90% Guarantee Product	Special 100% Guarantee Product
Maximum loan amount for enterprises	Raised from \$15 million to \$18 million	Raised from \$6 million to \$8 million	Total sum of employee wages and rents for 6 months, ceiling raised from \$2 million to \$4 million
Government guarantee commitment	\$100 billion	\$33 billion	Raised from \$20 billion to \$50 billion
Maximum guarantee period	7 years	5 years	3 years
Annual loan interest rate	Interest subsidy to bring interest rate on par with Prime Rate minus 2.5%, subject to a subsidy cap of 3% (for one year)	Interest subsidy to bring interest rate on par with Prime Rate minus 2.5%, subject to a subsidy cap of 3% (for one year)	Prime Rate minus 2.5%
Principal moratorium	1 year	1 year	Extended from 6 months to 1 year
Application eligibility	Non-listed local registered enterprises, operated for at least 1 year To be opened for application by listed enterprises, for 1 year	Non-listed local registered enterprises or professionals seeking to set up own practices To be opened for application by listed enterprises, for 1 year	Non-listed local registered enterprises operating for at least 3 months by end December 2019, and suffered at least a 30% decline in sales turnover in any month since February 2020 compared with the monthly average of any quarter in 2019
Application period	Until 30 June 2022	Until 30 June 2022	Extended from 6 months to 1 year (i.e. from end April 2020 to end April 2021)
Personal guarantee	Personal guarantee by shareholder(s) holding more than 50% of the equity interest	Personal guarantee by shareholder(s) holding more than 50% of the equity interest	Personal guarantee by shareholder(s) holding more than 70% of the equity interest

Notes:

- The SME Financing Guarantee Scheme (SFGS) is administered by the HKMC Insurance Ltd (HKMCI).
- Prime Rate means the Hong Kong Prime Rate as specified by the Hong Kong Mortgage Corporation Ltd. from time to time, currently is 5.25%.
- For enquiries regarding details of the 80% and 90% guarantee products under the SFGS, as well as the list of participating banks and lending institutions, please contact the HKMCI (Hotline: 2536 0392; email : sfgs_enquiry@hkmci.hk ; website : www.hkmc.com.hk/eng/our_business/sme_financing_guarantee_scheme.html).