

FSMI2

Terms & Conditions



ALLIANCE BANK

Objective	To facilitate greater access to credit for viable Malaysian Small and Medium Industries (SMLs).
Eligibility Criteria	<ul style="list-style-type: none"> Malaysian-owned institutions (at least 51%) incorporated under the Companies Act 1965, the Co-operative Societies Act 1993, the Societies Act 1966, citizens residing in Malaysia and entrepreneurs registered under the Registrar of Business or any other authoritative bodies. Business classified as SME as defined by the National SME Development Council (NSDC). Franchise businesses can apply under this scheme. Shareholdings by Public Listed Companies and Government Linked Companies (if any), should not exceed 20% of total shareholders' fund. Shareholders' funds not exceeding RM2.0 million. Not more than 7 years in operations.
Financing Limits	Minimum: RM50K Maximum: RM5.0 million
Maximum Financing Rate	4.0% to 6.0% p.a.
Financing Tenure	Up to 5 years
Guarantee Cover	Guarantee cover ranging from 30% - 80%
Guarantee Fee	<ul style="list-style-type: none"> Unsecured Portion:- Between 0.8% to 2.15% p.a. Secured Portion :- Between 0.5% to 1.85% p.a.
Purpose of Financing	<ul style="list-style-type: none"> Expansion of productive capacity; Working capital; or both <p>Financing should not be for the purpose of:</p> <ul style="list-style-type: none"> Purchase of shares; Refinancing of existing credit facilities; Purchase of land/ Real estate investment; Properties development; Investment holding company; Activities where stock in trade is money; and (including credit, leasing, factoring and insurance businesses) Non-economic or non-healthy activities.

Unless otherwise specified herein, our charges exclude any current taxes and future taxes that may be imposed (including the Goods and Services Tax ("GST")), under the relevant legislation. Upon the effective date of implementation of any such taxes in the future and wherever applicable, we will be entitled to recover such taxes from you.