

SUMMARY OF REVISIONS TO BUSINESS AND TRADE FINANCING ENHANCEMENTS

If you are a...	... and need...	...you can tap on...	Enhancements with effect from 1 Feb 2009	Changes with effect from 1 Feb 2010
Small business with no more than 10 employees	Working capital	Micro Loan Programme	<ul style="list-style-type: none"> Default risk shared between Government and Participating Financial Institutions at 90:10 ratio Minimum interest rate of 5.0% 	<ul style="list-style-type: none"> Default risk shared between Government and Participating Financial Institutions at 70:30 ratio Minimum interest rate of 5.5%
SME <ul style="list-style-type: none"> Group has no more than <u>200 employees</u> for services and construction sectors Group fixed assets are below <u>S\$15 million</u> for manufacturing sectors Registered or incorporated in Singapore, with at least 30% local shareholding 	Working Capital	Bridging Loan Programme¹	New BLP* <ul style="list-style-type: none"> Maximum loan quantum of \$5 million Maximum loan tenure of 4 years Minimum interest rate of 5.0% Default risk shared between Government and Participating Financial Institutions at 80:20 ratio 	<ul style="list-style-type: none"> Maximum loan quantum of \$2 million Maximum loan tenure of 2 years Minimum interest rate of 5.5% Default risk shared between Government and Participating Financial Institutions at 50:50 ratio
	Asset-based loans for factory, machinery, equipment purchase or lease/hire purchase	Local Enterprise Finance Scheme (LEFS)	<ul style="list-style-type: none"> Default risk shared between Government and Participating Financial Institutions at 80:20 ratio Minimum interest rate of 5.0% for loan tenure less than 4 years. Minimum interest rate of 5.5% for loan tenure more than 4 years 	<ul style="list-style-type: none"> Default risk shared between Government and Participating Financial Institutions at 70:30 ratio Minimum interest rate of 5.5% for loan tenure less than 4 years. Minimum interest rate of 6% for loan tenure more than 4 years
	Working Capital	Loan Insurance Scheme (LIS) (Domestic Loans)	LIS <ul style="list-style-type: none"> Insurance premium borne by company at 0.15% (wef 1 Jan 2009) New LIS+ <ul style="list-style-type: none"> Introduction of LIS+ to complement the existing LIS programme Maximum loan quantum of \$15 million Default risk shared between Government and Participating Financial Institutions at 75:25 ratio Insurance premium borne by company at 0.5% 	<ul style="list-style-type: none"> Insurance premium borne by company at 0.45% Insurance premium borne by company at 1.0%
Larger enterprise (Non-SME) <ul style="list-style-type: none"> Group has more than <u>200 employees</u> for services and construction sectors Group fixed assets are above <u>S\$15 million</u> for manufacturing sectors Registered or incorporated in Singapore, with at least 30% local shareholding 	Working Capital	Bridging Loan Programme	New BLP* <ul style="list-style-type: none"> Maximum loan quantum of \$5 million Maximum loan tenure of 4 years Minimum interest rate of 5.0% Default risk shared between Government and Participating Financial Institutions at 80:20 ratio 	<ul style="list-style-type: none"> Maximum loan quantum of \$2 million Maximum loan tenure of 2 years Minimum interest rate of 5.5% Default risk shared between Government and Participating Financial Institutions at 50:50 ratio
	Working Capital	Loan Insurance Scheme (LIS) (Domestic Loans)	LIS <ul style="list-style-type: none"> Insurance premium borne by company at 0.15% (wef 1 Jan 2009) New LIS+ <ul style="list-style-type: none"> Introduction of LIS+ to complement the existing LIS programme Maximum loan quantum of \$15 million Default risk shared between Government and Participating Financial Institutions at 75:25 ratio 	<ul style="list-style-type: none"> Insurance premium borne by company at 0.45% Insurance premium borne by company at 1.0%

¹ Companies with more than 10 employees are eligible for Bridging Loan Programme

If you are a...	... and need...	...you can tap on...	Enhancements with effect from 1 Feb 2009	Changes with effect from 1 Feb 2010
			<ul style="list-style-type: none"> ▪ Insurance premium borne by company at 0.5% 	
	Asset-based loans for factory, machinery, equipment purchase or lease/hire purchase	Local Enterprise Finance Scheme (LEFS)	<ul style="list-style-type: none"> ▪ Default risk shared between Government and Participating Financial Institutions at 80:20 ratio ▪ Minimum interest rate of 5.0% for loan tenure less than 4 years. Minimum interest rate of 5.5% for loan tenure more than 4 years 	<ul style="list-style-type: none"> ▪ Default risk shared between Government and Participating Financial Institutions at 70:30 ratio ▪ Minimum interest rate of 5.5% for loan tenure less than 4 years. Minimum interest rate of 6% for loan tenure more than 4 years
Internationalising Firm	Funding for overseas fixed assets, structured project financing	Internationalisation Finance Scheme (IF Scheme)	<ul style="list-style-type: none"> ▪ Refinancing of asset-based and project financing loans into the IF Scheme allowed ▪ Maximum loan quantum increased to \$50m per borrower group. 	<ul style="list-style-type: none"> ▪ Refinancing not allowed
Exporter/ Trading Firm (both SMEs and larger enterprises)	Funding for export-oriented trade facilities	Loan Insurance Scheme (LIS) (Export-Oriented Loans)	<p><u>LIS</u></p> <ul style="list-style-type: none"> ▪ Insurance premium borne by company at 0.15% (wef 1 Jan 2009) <p><u>New LIS+</u></p> <ul style="list-style-type: none"> ▪ Introduction of LIS+ to complement the existing LIS programme ▪ Maximum loan quantum of \$15 million ▪ Default risk shared between Government and Participating Financial Institutions at 75:25 ratio ▪ Insurance premium borne by company at 0.5% 	<ul style="list-style-type: none"> ▪ Insurance premium borne by company at 0.45%
	Insurance against buyers' default	Export Coverage Scheme (ECS)	<p><u>New ECS</u></p> <ul style="list-style-type: none"> ▪ 50% premium subsidy support ▪ Top up arrangement 	<ul style="list-style-type: none"> ▪ Scheme extended with no change to current features