

Financing of Power Plants Using Renewable Energy

Financing under the scheme shall be available for power generated by using alternative / renewable energy sources (solar, wind, hydro, biogas, bio-fuels, bagasse cogeneration, and geothermal as fuel).
Scheme is available under following **two categories**:

Category I of the Scheme	Category II of the Scheme
<p>Eligibility Criteria: Financing shall be available to the prospective sponsors desirous of setting up of renewable energy power projects with a capacity ranging from more than 1 MW to 50 MW, under latest SBP guidelines and circulars.</p> <p>Period of Financing and Grace Period: Financing under Category I of the scheme shall be available for a maximum period of twelve years including a maximum grace period of two years from the date of first disbursement.</p>	<p>Eligibility Criteria: Financing shall be available to consumers (domestic, commercial or industrial) willing to install project using renewable energy source for generation of electricity ranging from 4 KW to 1000 KW under latest SBP guidelines and circulars.</p> <p>Financing Tenor : Financing under Category II Scheme shall be available for up to a maximum period of ten years with no grace period.</p>

Refinance would be provided for up-to **100%** of financing (debt) to the eligible borrowers subject to adherence of other rules & regulation

Repayment of the loans for both Categories:

- i. Principal amount of loans and Mark-up shall be repayable in monthly / quarterly installments.
- ii. Mark-up shall be paid on quarterly basis.

Rates of Service Charges / Mark up for both Categories:

Financing is available at mark-up rate of 6 percent per annum; Rate is subject to revision by SBP from time to time.

Financing will be subject to SME PRs and latest SBP guidelines on subject.

** Terms and conditions apply subject to SBP guidelines and availability of limit.*

For further details following SBP websites may be referred:

www.sbp.org.pk

www.sbp.org.pk/sme/d/circulars/2016/C3.htm