

Long Term Financing Facility (LTFF) for Plant & Machinery

The scheme has been introduced by SBP to promote export led industrial growth in the country.

Eligibility:

Export oriented SMEs only under SBP guidelines

Purpose of Finance:

Financing can be availed for local purchase and import of new plant and machinery, equipments and generator Captive Power Plant.

Finance Condition:

Financing will be available to the export oriented projects only having exports equivalent to US \$ 5 million or 50% of their sales constituting, whichever is lower.

The sectors/sub-sectors for import of generators / captive power plants includes:

Eligible Sector:

Textile & Garments	Carpets & Wools	Fruits / Vegetable & processing Cereals
Rice Processing	Surgical instruments	I.T – Software & Services
Leather & Leather Products	Fisheries	Marble & Granite
Sports goods	Poultry & meat	Gems & jewelry
Engineering goods	Furniture	Dairy sector
Ethanol	Pharmaceutical	Spinning & Ginning
Glass		

Period of financing:

The loans availed under the Facility shall be repayable within a maximum period of 10 years including a maximum grace period of 2 years from avilment date. However, where financing facilities have been provided for a period of up to five years maximum grace period shall not exceed one year.

Markup rate:

Financing is available at mark-up rate of 6 percent per annum, which may be revised by SBP from time to time.

For further details following SBP websites may be referred:

www.sbp.org.pk

www.sbp.org.pk/smefd/circulars/2015/C18.htm

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