

MIDF GOVERNMENT FINANCIAL ASSISTANCE PROGRAMMES

BY

DEVELOPMENT FINANCE DIVISION



Presentation Outline

MIDF in brief

Products & Services

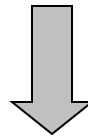
- ***NEW &***
- ***Existing***

**Government Financial
Assistance Programmes**

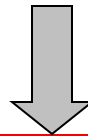
MIDF in brief

- **Incorporated on 30 March 1960.**
- **Mandated role in helping, developing and improving the manufacturing and services sectors in Malaysia.**
- **Merged with Amanah Capital Partners Berhad in February 2003.**
- **Wholly-owned by Permodalan Nasional Berhad (PNB) since February 2008.**
- **3 core business units:-**
 - i) Development Finance Division;**
 - ii) MIDF Amanah Investment Bank Berhad; and**
 - iii) MIDF Amanah Asset Management Berhad.**

An Integral Part Of MITI



GOVERNMENT FINANCIAL ASSISTANCE PROGRAMMES

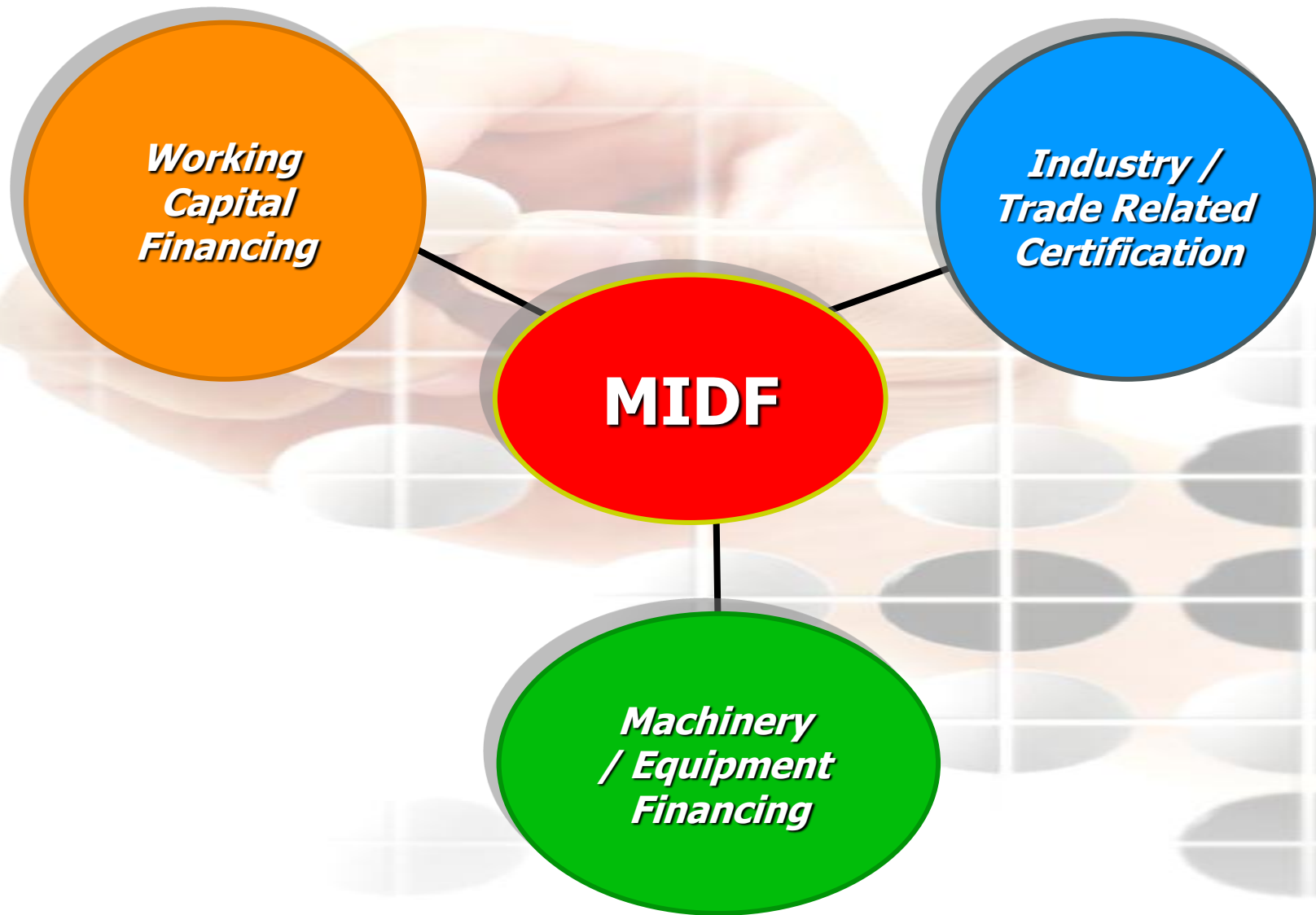


MIDF collaborates with MITI and its Agencies as a conduit for assisting specific sectors and/or industries in the economic structure targeted by the Government.



MIDF Products & Services
- *NEW*

FINANCING FOR MINIMUM WAGES IMPLEMENTATION



SOFT LOAN FOR MINIMUM WAGES IMPLEMENTATION

Machinery or Equipment Financing	
Purpose:	Purchase of Machinery or Equipment.
Loan Tenure:	Up to 7 years (inclusive grace period of up to 12 months)
Margin of Financing:	Up to 90% of the cost of new Machinery or Equipment; Up to 65% the cost of used/refurbished machinery or equipment (not more than 5 years old)

Financing/Loan Amount :

Minimum of RM50,000 & Maximum up to RM5,000,000

MIDF PRODUCTS AND SERVICES

Working Capital Financing	
Sales Revolving Credit (SRC)	<ul style="list-style-type: none">• Financing up to 80% of sales invoices• Up to 120 days on revolving basis
Purchase Revolving Credit (PRC)	<ul style="list-style-type: none">• Financing purchases of raw material up to 100%• Up to 120 days on revolving basis
Working Capital Term Loan	<ul style="list-style-type: none">• Financing purchase of raw material / consumables up to 90%• Up to 5 years inclusive Grace Period of 6 months

Financing/Loan Amount :

Minimum of RM50,000 & Maximum up to RM3,000,000

MIDF PRODUCTS AND SERVICES

Industry / Trade Related Certification

Purpose:	Certification financing
Loan Tenure:	Up to 5 years (inclusive grace period of up to 6 months).
Margin of Financing:	Up to 80% of the cost

Financing/Loan Amount :

Minimum of RM50,000 & Maximum up to RM500,000

Soft Loan Scheme for Minimum Wages Implementation

➤ Eligibility:

- ❖ SMEs incorporated under the Companies Act 1965 or Registration of Business Ordinance 1956;
- ❖ at least 60% equity held by Malaysians;
- ❖ If related to a public-listed company with shareholding not exceeding 20%;
- ❖ Possess valid premises license; &
- ❖ Submission of an action plan to automate, reduce workers and move to higher value-added activities.

➤ Sectors:

- ❖ Manufacturing
- ❖ Services (excluding insurance and financial services)

Soft Loan Scheme for Minimum Wages Implementation

➤ **Financing Amount:**

- ❖ Minimum : RM 50,000
- ❖ Maximum : Up to RM 5 million for machinery & equipment
- ❖ Maximum : Up to RM 3 million for working capital
- ❖ Maximum : Up to RM 500,000 for certificate

➤ **Eligible expenses:**

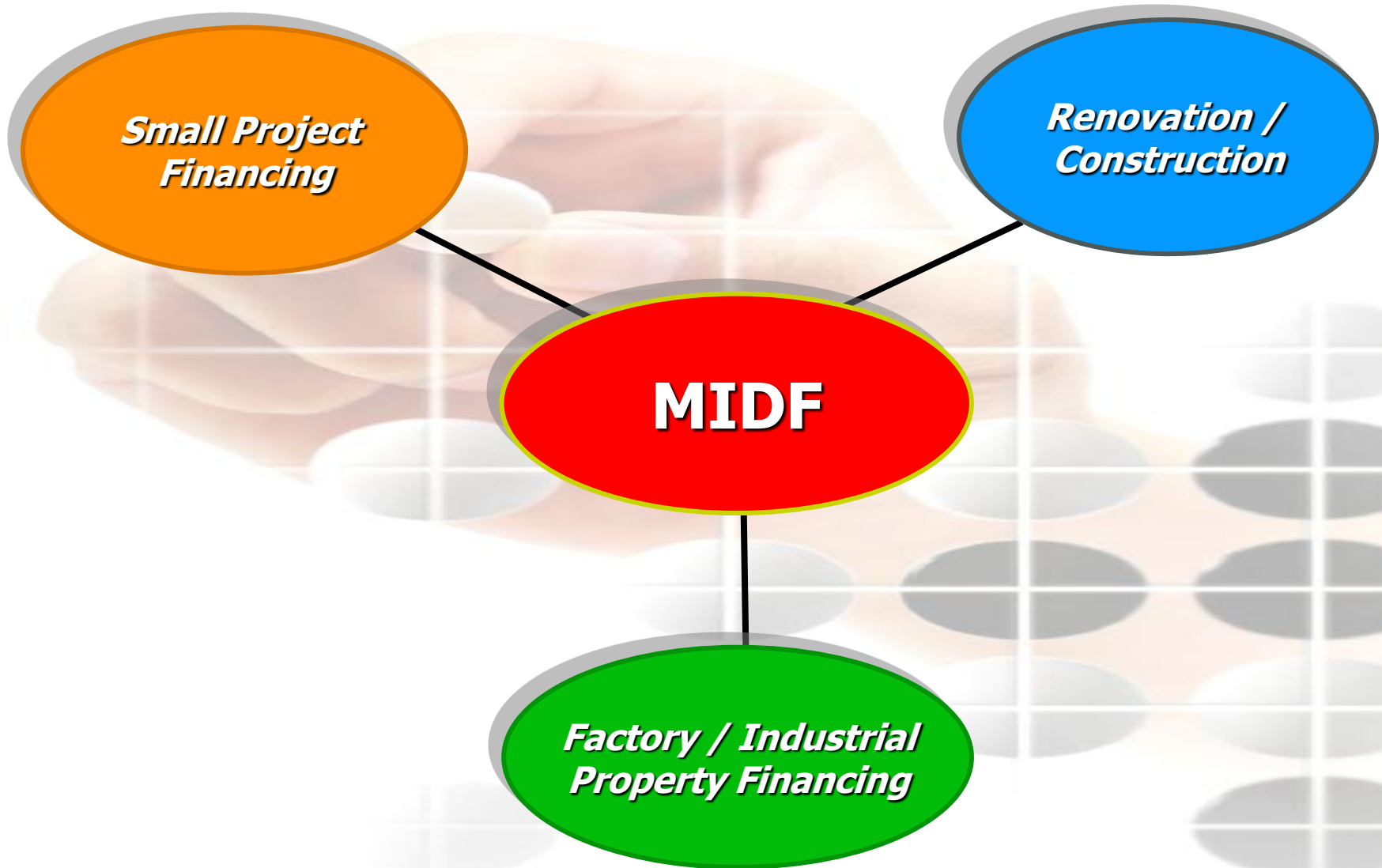
- ❖ machinery and/or equipment;
- ❖ working capital financing;
- ❖ certification related to industry or trade

➤ **Interest / Profit Rate : 4% per annum.**



MIDF Products & Services
- *Existing*

OTHER MIDF PRODUCTS & SERVICES



OTHER MIDF PRODUCTS AND SERVICES

Project Financing	
Purpose:	Financing of industrial/commercial land, construction of building, renovation of factory/business premises and machinery & equipment.
Loan Tenure:	Up to 25 years (inclusive grace period).
Margin of Financing:	Up to 90% of the cost of the project.



OTHER MIDF PRODUCTS AND SERVICES

Property Mortgage Financing	
Purpose:	Financing of industrial / commercial land / construction of building / ready-built industrial and commercial premises.
Loan Tenure:	Up to 25 years (inclusive grace period).
Margin of Financing:	Up to 90% of the cost.



Why MIDF???

- Low Interest/Profit Rates (as low as 4% per annum)
- Fixed Interest/Profit Rates
- Grace Period
- Capacity building purposes.

How To Contact MIDF

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Network of Regional Offices





THANK YOU