

TERMS & CONDITIONS for HSBC Targeted Relief and Recovery Facility (TRRF)							
1	HSBC Bank Malaysia Berhad (company No. 127776-V) will be referred to as “HSBC Bank”						
AVAILABILITY							
2	From 1 December 2020 to 30 June 2022 or until the TRRF limit is fully exhausted, whichever is earlier (unless otherwise varied by BNM from time to time)						
ELIGIBILITY							
3.1	Malaysian SMEs that fulfil all of the following criteria:						
(a)	<p>Customer is a Small and Medium Enterprise (“SMEs”) or a Microenterprise (as defined below) in the services sector affected by the reintroduction of COVID-19 containment measures except tourism, tourism-related subsectors, gambling and betting activities based on the National SME Development Council classification.</p> <p><i>*Under the “Guideline for New SME Definition” issued by SME Corp Malaysia and endorsed by the National SME Development Council, a business is considered as an SME if it meets one of the two qualifying criteria specified below, i.e. sales turnover or number of full time employees (whichever is lower) as well as the additional requirement on the types of establishment, shareholding structure and exclusions.</i></p> <table border="1" data-bbox="392 840 1295 1003"> <thead> <tr> <th>Sectors</th> <th>Sales Turnover not exceeding</th> <th>Full Time Employees not exceeding</th> </tr> </thead> <tbody> <tr> <td><i>Services (except tourism, tourism-related subsectors, gambling and betting activities)</i></td> <td>RM20 Million</td> <td>75 workers</td> </tr> </tbody> </table> <p><i>Microenterprises in services sector (except tourism, tourism-related subsectors, gambling and betting activities): Sales turnover of less than RM300,000 OR less than 5 full-time employees</i></p> <p><i>All SMEs must be entities registered with SSM or other equivalent bodies. It however, excludes:</i></p> <ul style="list-style-type: none"> • <i>Entities that are public-listed on the main board; and</i> • <i>Subsidiaries of:</i> <ul style="list-style-type: none"> ○ <i>Publicly-listed companies on the main board;</i> ○ <i>Multinational corporations (MNCs);</i> ○ <i>Government-linked companies (GLCs);</i> ○ <i>Syarikat Menteri Kewangan Diperbadankan (MKDs); and</i> ○ <i>State-owned enterprises.</i> <p><i>Please refer to this Guideline (as amended from time to time) for further information (available at http://www.smecorp.gov.my).</i></p>	Sectors	Sales Turnover not exceeding	Full Time Employees not exceeding	<i>Services (except tourism, tourism-related subsectors, gambling and betting activities)</i>	RM20 Million	75 workers
Sectors	Sales Turnover not exceeding	Full Time Employees not exceeding					
<i>Services (except tourism, tourism-related subsectors, gambling and betting activities)</i>	RM20 Million	75 workers					
(b)	<p>Adversely affected by disasters* as per assessment by BNM or in the areas identified by Agensi Pengurusan Bencana Negara or other competent authorities</p> <p><i>* Disasters include any disasters as per BNM’s assessment such as floods, earthquakes, Severe Acute Respiratory Syndrome (SARS) and COVID-19.</i></p>						
(c)	Registered with the Companies Commission of Malaysia (SSM), authorities/ district offices in Sabah and Sarawak or statutory bodies for professional service providers with at least Fifty One per centum (51%) of its shares being held by Malaysian.						
(d)	The Customer’s shareholding by Public Listed Companies and Government Linked Companies (if any) in the SMEs shall not exist 20%.						
(e)	Minimum 67% of the shareholder’s guarantor are Malaysian.						
(f)	Recipients of the Special Relief Fund (SRF) and PENJANA SME Financing (PSF) are eligible for TRRF up to an aggregate limit of RM500,000 per SME.						
(g)	Recipients of the PENJANA Tourism Financing are not eligible for the TRRF.						

(h)	Common shareholders of recipients of Special Relief Facility (SRF), PENJANA SME Financing (PSF) are eligible for TRRF up to an aggregate limit of RM500,000.	
3.2	Existing HSBC RBB Borrowing Customers	
3.3	ETB Self-Employed / RBB Non-Borrowing / Financing Customers a) Maintain minimum TRB balance of RM200K per month for last 3 months and Latest Month TRB => RM200K regardless if customer is under "Premier" tagging. AND b) Existing Customers are required to have a minimum of 6 months banking relationship, with any valid WPB product holdings (asset/liability/Wealth Products); NOT just a customer number in HUB.	
PRODUCT FEATURES		
4.1	Objective	To provide relief and support recovery for SMEs and Microenterprises in the services sectors affected by the reintroduction of COVID-19 containment measures with the exception of tourism, tourism-related services, gambling and betting activities.
4.2	Purpose	Working Capital and/or Refinancing of up to 30% of total financing approved.
4.3	Types of facility	Term Loan only
4.4	Financing Rate	Up to 3.50% p.a. (inclusive of CGC guarantee fee of 0.5%)
4.5	Collateral	No collateral in required for the facility
4.6	Maximum Financing Amount	Up to RM500,000 per SME Up to RM75,000 per Microenterprise Note: The above is inclusive of financing to associated companies for SMEs with common shareholder(s) of > 20% shareholding.
GENERAL TERMS AND CONDITIONS		
5.1	The Facility is subject to Credit Guarantee Corporation's (CGC) approval on the guarantee cover.	
5.2	The financing amount is up to RM500,000 per SME and RM75,000 per Microenterprise (inclusive of financing to related SMEs with common shareholder of >20% shareholding).	
5.3	The facility shall not be used for the following activities: (a) Purchase of share; (b) Purchase of land/ real estate investment; (c) Property development; (d) Investment by investment holding companies; (e) Activities where the stock in trade is money (including credit, leasing, factoring and insurance businesses); (f) Gambling, alcohol, tobacco or other similar activities/ products;	
5.4	No collateral is required for the facility.	
5.5	To the fullest extent permitted by law, HSBC Bank expressly excludes and disclaims any representations, warranties, or endorsements, express or implied, written or oral, including but not limited to, any warranty of quality, merchantability or fitness for a particular purpose in respect of this Facility.	

5.6	<p>These terms and conditions for Targeted Recovery and Relief Facility are in addition to:</p> <p>(i) the terms and conditions of your Facility Offer Letter, Facility Agreement and your security documents; and</p> <p>(ii) the Generic Terms & Conditions and the Specific Terms & Conditions for HSBC Fusion in our Universal Terms & Conditions available at https://cdn.hsbc.com.my/content/dam/hsbc/my/docs/universal-bank/2021-april-terms-and-conditions.pdf</p> <p>In the event of inconsistency between these terms and conditions for TRRF and any of the above, these terms and conditions for TRRF shall prevail in so far as they apply to this TRRF.</p>
5.7	<p>The Applicant(s) shall be personally responsible for all taxes, rates, government fees or any other charges that may be levied against them under applicable laws, if any, in relation to the Facility</p>
5.8	<p>By applying the Facility, the Applicant(s) agree(s) to be bound by these Terms and Conditions and the decisions of HSBC Bank.</p>
5.9	<p>We reserve the right to terminate the TRRF immediately if at any time we found or have reasonable grounds to believe that you have made false, misleading and/or incomplete representation leading to the successful application of the Targeted Relief and Recovery Facility.</p>