

B40 Targeted Repayment Assistance (For Microenterprises)– Frequently Asked Questions (FAQ)
LAST UPDATED: 23 November 2020

No.	Question	Answer
1	Who are eligible for B40 Targeted Repayment Assistance (For Microenterprise) ?	<p>A business which meets the following criteria:</p> <ul style="list-style-type: none"> a. Annual sales turnover of less than RM300,000; OR b. Less than 5 full-time employees; AND c. Have eligible facility of up to RM150,000 each, AND d. Business is still operating based on self-declaration on the application form; AND e. Account not in Non-Performing Loan (NPL) status; AND f. Facilities are not in arrears exceeding 90 days at the date of application
2	What are the Eligible facilities?	<p>Any of the following credit facilities approved before 1 October 2020 and remain performing (not in arrears exceeding 90 days as at the date of application):</p> <ul style="list-style-type: none"> a. Term loan/ Term financing-i(including those have been converted from Trade bills, Bank Guarantees or Overdraft facilities b. SRF financing with repayment starting soon c. Trade / Trade-i <p>It is applicable to each facility with approved loan/financing amounting up to RM150,000.</p>
3.	When do I/we start enjoy the approved assistance?	<p>The assistance will commence from the customer's next instalment and made available for instalments due in December 2020 onwards.</p>
4	What are the available options under the B40 Targeted Repayment Assistance (For Microenterprise)?	<p>The following pre-approved options, are developed for eligible microenterprises upon application from customers.</p> <p>Option 1: 3-months deferment of instalments</p> <ul style="list-style-type: none"> ▪ Maturity date of the loan/financing will be extended by 3 months ▪ Please refer to appendices on treatment on specific type of facilities. <p>Option 2: 50% Reduction in Instalments for 6 months</p> <ul style="list-style-type: none"> ▪ Maturity date of the loan/financing will be extended by 3 months ▪ Please refer to appendices on treatment on specific type of facilities. <p>The pre-approved options will be available ONE time per eligible loan/financing facility to eligible microenterprises from 23 November 2020 until 30 June 2021.</p> <p>You may email us at businessbanking.servicecentre@uob.com.my in obtaining specific details on cost implications before you confirm your options. This will include details about changes in the repayment schedule (tenure), increase in monthly instalment and any bullet repayments due in the future.</p>

5	How do I/we apply?	<p>A simple application form is required to be signed by your Authorised Signatory(ies). Standard application form is available via one of the following channels:</p> <p>a) Click on the following URL to submit your request: https://forms.uob.com.my/appforms/business/bb-enterprise.page ; or b) You may email us at businessbanking.servicecentre@uob.com.my; or c) You could contact Business Engagement Team hotline at 03-26166800 (Monday to Friday 9.00am to 5.30pm)</p>
6	When do I/we know the outcome of our application?	<p>This is a pre-approved repayment assistance program for eligible microenterprises.</p> <p>We will inform you on your application status within 1 working day for applications received by 5pm of each working day. An Acknowledgement on Application and Conditional Approval for B40 Targeted Repayment Assistance for Microenterprises will be issued to you upon lodgement of application.</p>
7	What if I/we have already defaulted a few months, am I/are we still eligible?	<p>Yes, you are still eligible as long as :-</p> <ul style="list-style-type: none"> ▪ Loan(s)/ Financing(s) were approved on or before 1 October 2020 ▪ Loan(s)/ Financing(s) were not in arrears exceeding 90days as at the date of application ▪ The application is received on or before 30 June 2021 ▪ Loan(s)/ Financing(s) were not in Non-Performing Loan (NPL) status
8	What will happen to my/our application if I/we do not meet the eligibility criteria stated in item 1 above?	<p>We will continue to assist you by assessing your application under the Bank's COVID19 Relief Assistance programme.</p> <p>Our officer will reach out to you for more information and supporting documents within 2 working days upon receipt of the application.</p>
9	Can loans/ financing under rescheduling and restructuring program be eligible for B40 Targeted Repayment Assistance (For Microenterprise) ?	<p>Yes, Loan(s)/financing(s) under Rescheduling & Restructuring program are also eligible for the B40 Targeted Repayment Assistance (For Microenterprise) subject to meeting the eligibility criteria stated in item 1.</p>
10	Will my/our application for B40 Targeted Repayment Assistance (For Microenterprise) be recorded as "Restructured & Rescheduled" (CCRIS)?	<p>No, this application will not be recorded as restructured and rescheduled in CCRIS.</p> <p>Note: The above is only applicable for accounts that are not in arrears exceeding 90 days as at the date of application.</p>

11	What will happen at the end of the 3-month deferment period?	<p>Your original monthly instalment/payment will resume at the end of the 3-month deferment period.</p> <p>However, if you still require further financial assistance from the Bank, we will continue to assist you by assessing your application under the Bank's COVID19 Relief Assistance programme.</p> <p>You may reach out to us to discuss the available relief options via one of the following channels:</p> <ul style="list-style-type: none"> a) Click here to submit your request b) You may email us at businessbanking.servicecentre@uob.com.my; or c) You may contact Business Engagement Team hotline at 03-2616 6800 (Mondays to Friday 9.00am to 5.30pm) <p>Any such application or request for any relief assistance will be considered on a case by case basis.</p>
12	What is the validity period of this B40 Targeted Repayment Assistance (For Microenterprise)?	<p>You may apply for this assistance from 23 November 2020 until 30 June 2021.</p> <p>However, customers are encouraged to reach out to us as soon as possible.</p>
13	Can I/we request for early settlement of our loan(s)/financing(s) after we have enrolled into this programme?	<p>Yes. Please contact our Business Engagement Team hotline at 03-2616 6800 (Monday to Friday 9.00am to 5.30pm) or email us at businessbanking.servicecentre@uob.com.my for early settlement requests.</p> <p>Kindly also be guided by the terms & conditions in your letter of offer, supplementary or notification letter pertaining to your loan(s)/financing(s).</p>
14	What if I/we have successfully applied and enrolled for COVID19 Relief Assistance prior to your application for the B40 Targeted Repayment Assistance?	<p>For situations whereby you have successfully enrolled or submitted the application for revised repayment schemes under COVID19 Relief Assistance before you apply for B40 Targeted Repayment Assistance:-</p> <ul style="list-style-type: none"> ▪ You are advised to compare the benefits and cost of borrowings/ cost of financing of the available Options under B40 Targeted Repayment Assistance programme and the proposed revised repayment schemes under COVID19 Relief Assistance before submitting your application. ▪ If you have chosen either Option 1 or 2 of the B40 Targeted Repayment Assistance programme, the selected option will prevail over the existing COVID19 Relief Assistance. ▪ As such, we will return your application for COVID19 Relief Assistance and you will be enrolled under either Option 1 or 2 of the B40 Targeted Repayment Assistance programme as opted by you.

Appendix

Option 1: 3-month deferment of instalments			
Conventional Term Loan	BizMoney	Term Financing-I (TF-i)	Trade / Trade-i
<p>1. Tenure and maturity date of the term loan will be <u>extended by 3 months</u>.</p> <p>2. Interest will continue to be charged on outstanding balance and <u>will be compounded</u> during the deferment period.</p> <p>3. Customers will <u>resume the original instalment payment in the 4th month</u>.</p> <p>4. There will be a <u>bullet repayment</u> at the end of the extended maturity date</p>	<p>1. Tenure and maturity date of the loan will be <u>extended by 3 months</u>.</p> <p>2. <u>Interest will continue to accrue</u> on the outstanding principal amount</p> <p>** Such interest however will <u>not be compounded</u></p> <p>3. There will be paid as <u>bullet repayment</u>.</p> <p>4. Customers will <u>resume the original instalment payment in the 4th month</u></p>	<p>1. Maturity date of TF-i will be <u>extended by 3 months</u>.</p> <p>2. Profit will <u>continue to accrue on the outstanding principal amount</u>.</p> <p>** Such profit however will <u>not be compounded</u></p> <p>3. Customers will <u>resume the original instalment payment in the 4th month</u></p> <p>4. The <u>accrued profit</u> to be billed at the end of the extended maturity date.</p>	<p>1. Bills will be <u>extended for 90 days</u> and will be priced at 90 days Effective Cost of Fund (ECOF) plus the current spread or acceptance commission for Bankers acceptance (BA).</p> <p>2. For conventional Bankers acceptance (BA), bills will be converted to new Invoice Financing (IF) / Trust Receipt (TR) for 90 days for customers</p> <p>3. Islamic Acceptance Bills-I (AB-i) / Trust Receipt-I (TR-i) will be converted to Short Term Financing-I (STF-i)</p> <p>4. Overdue bills with arrears not exceeding 90 days at the point of confirmation, these bills will be extended for 90 days from the date of application.</p>

Option 2: 50% Reduction in Instalments for 6 months

Conventional Term Loan	BizMoney	Term Financing-i	Trade / Trade-i
<ol style="list-style-type: none"> Tenure and maturity date of the term loan will be <u>extended by 3 months</u>. From 7th month till the end of the loan tenure, we will <u>amortise the outstanding over the remaining period</u> and will pay the adjusted instalment amount 	<ol style="list-style-type: none"> Tenure and maturity date of the loan will be <u>extended by 3 months</u>. We will <u>amortise the outstanding principal plus interest over the remaining tenor</u> including the extended 3 months. 	<ol style="list-style-type: none"> Maturity date of TF-i will be <u>extended by 3 months</u>. Customers will resume the original instalment payment in the 7th month. The <u>accrued profit</u> during the 3 months to be <u>billed at the end of the extended maturity</u>. 	<ol style="list-style-type: none"> Principal outstanding plus interest will be <u>converted into 6 months Restructure Bills –Term Loan (RB-TL) with equal instalments</u>. For Islamic Islamic Acceptance Bills-I (AB-i) / Trust Receipt-I (TR-i) , the <u>principal outstanding and profit will be converted into separate STF-i</u>

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