

Additional public financial and credit measures

1. Additional measures to enhance the effectiveness of the BOT's soft loan program (totalled 57,000 million baht), announced on August 15, 2020.



Special Credit Guarantee Facilities Program called "PGS Soft Loan Plus"

Thai Credit Guarantee Corporation (TCG) provides credit guarantees for qualified SMEs according to the BOT's Soft Loan scheme,² but has not yet received loan under this Emergency Decree

- This credit guarantee facility will be started from **the third year** onward after being granted the soft loan with the maximum guarantee period of 8 years. (**During the first two years**, the loan would be guaranteed as stated by the Emergency Decree)
- Credit guarantee fee is 1.75 percent per year
- Maximum claims throughout the program will not exceed 30 percent of portfolio.

2. Revise framework of new credit measures previously announced to be more targeted (totalled 57,100 million baht) announced on August 18, 2020.



Soft loan scheme for general SMEs funded by the Government Saving Bank (GSB)

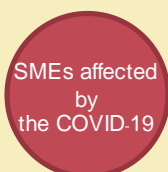
(totalled 10,000 million baht)

Allow the GSB to provide new loans **directly** to general SMEs or through the financial institutions which was the only lending channel prior.

8th phase of Portfolio Guarantee Scheme (PGS8)

(totalled 10,000 million baht)

Expanded the list of eligible SMEs, allowing the TCG to provide credit guarantee for **general SMEs**. From previously, this guarantee scheme covered only those who either had never applied for loans from financial institutions or had no debt outstanding with financial institutions as of December 31, 2019.



Soft loans scheme for tourism-related SMEs by the GSB

(totalled 10,000 million baht)

Revised the list of eligible SMEs, allowing the GSB to extend new loans through financial institutions to SMEs in tourism-related businesses by using remaining amount after lending to non-bank financial institutions.

Loan scheme to support the recovery of tourism industry

(totalled 5,000 million baht)

Revised the list of eligible SMEs, allowing the GSB to extend new loans to **SMEs in tourism-related businesses**. From previously, this scheme was limited to those with regular incomes, affected from the COVID-19.

Extra Cash Loan scheme

(totalled 9,600 million baht)

Expanded the list of eligible SMEs, allowing the SME Bank to extend new loans to **SMEs (both individuals and juristic persons) directly and indirectly** affected from the COVID-19. From previously, the scheme was limited only to juristic persons in tourism sector.



Grass-root Empowering Loan

(totalled 10,000 million baht)

Extended the list of eligible entities, allowing the GSB to extend new loans to **SMEs, freelancers, individuals with regular incomes and individual affected from the COVID19**. From previously, it was only limited to individuals with regular incomes affected by the COVID-19.

Micro 3 scheme

(totalled 2,500 million baht)

Extended the period of TCG's loan guarantee program for microentrepreneurs from December 30, 2020 to July 23, 2020.

3. BOT's debt-restructuring measures

Business-sector borrowers

The DR BIZ program Announced on August 21st, 2020

Target groups:

- (1) Multi-creditors businesses
- (2) Businesses are normal debtors (not classified as NPL) or NPL with some financial institutions as of January 1, 2019 and prove that they have been affected by the economic situation and COVID-19.
- (3) Businesses must not be prosecuted in court except their creditors withdraw the legal charges.

Benefits:

Resolve the problems of existing debt by lessening the debt burdens and reducing time spent contacting multiple creditors.

- Lower installment payment, extend the repayment period and adjust the repayment plan
- Grant a grace period and appropriate repayment plan
- Review the remaining credit limit in accordance with debtors' ability to repay debt

Provide additional financing to businesses with good potential.

Retail borrowers

Debt restructuring for retail borrowers through debt consolidation Announced on August 27th, 2020

Target group:

Retail debtors who have mortgage and retail loan without collateral which are under supervision with the same bank



Housing loans:

interest rate shall not be increased.

Other retail loans:

interest rate charged is not exceeding MRR.

Benefits:

Will not impair credit history, lessen debt burdens, no additional expenses, able to use the remaining credit lines

^{1/} The Cabinet resolution on August 18th, 2020 in the topic of review of cabinet resolutions and additional assistance measures for SMEs

^{2/} The Emergency Decree on the Provision of Financial Assistance for Entrepreneurs Affected by COVID-19 Pandemic, B.E. 2563 (2020), effective on April 18th, 2020

^{3/} The BOT's press release No. 52/2020 in the topic of The Bank of Thailand together with financial institutions announce the launch of DR BIZ program

^{4/} The BOT's press release No. 55/2020 in the topic of additional assistance measures for retail borrowers by taking debt consolidation