Appendix 1: Key Points of the Special Accommodation Facility to Support Bank Credit to SMEs, Implemented by the CBC

I. To enhance funding access for the SMEs affected by the coronavirus disease (COVID-19) outbreak, and to mitigate the economic and financial impacts of the virus, the CBC launches this special accommodation facility to provide banks with additional funds, so that they may, through secured loans, support the credit needs of the aforementioned enterprises.

II. The key points are as follows (subject to adjustments by the CBC if needed):

1. Facility Interest Rate: The CBC's rate on accommodations with collateral minus one percentage point
2. Amount: NT$200 billion
3. Duration: Six months
4. Eligible Borrowers: SMEs affected by the virus outbreak (guaranteed by the Small and Medium Enterprise Credit Guarantee Fund of Taiwan, or backed by collaterals)
5. Loan Purpose: To support business operations for SMEs affected by the virus
6. Interest Rate Charged on SME Loans under this Facility: Capped at the Facility's rate (as in Point 1) plus one percentage point
7. SMEs which take out loans under this Facility could also apply for other credit support measures implemented by the government.