

### III. Financing Incentives

Region	Supporting Measures	Beneficiary	Valid Period	Policy Ground
Nationwide	Extend repayment period of loan to the bank due on 25 January 2020 up till 30 June 2020 at maximum.	SMEs in difficulties	25/1/2020 – 30/06/2020	Notice on Phased Extension of Repayment Period to the Loan of SMEs (Yin Bao Jian Fa (2020) No.6) ( <a href="#">CN</a> )
	<p>Guide the national banks to provide loans with preferential lending rates to SMEs through re-lending and re-discount quota so far in total RMB 1.8 trillion provided by the China Central Bank.</p> <p>According to the China 's Monetary Policy Implementation Report for the first quarter of 2020 issued by China's Central Bank, the weighted average interest rate of preferential loans is 2.50%. After 50% financial discount, the actual financing interest rate of the company is about 1.25%.</p>	SMEs	---	<p>Notice on Supporting Financial Enhancement Services and Properly Handle the Work in the Prevention and Control of Novel Coronavirus Epidemic (Cai Jin (2020) No.3) (<a href="#">CN</a>)</p> <p>China's Monetary Policy Implementation Report for the first quarter of 2020 (<a href="#">CN</a>)</p>
	<p>Optimize financing guarantee services for enterprises affected by the epidemic:</p> <ul style="list-style-type: none"> <li>Government financing guarantee and re-guarantee institutions at all levels should promote the cancellation of counter-guarantee requirements and reduce guarantee and re-guarantee fee rates</li> <li>for SMEs that do not have the ability to repay, the government financing guarantee institutions at all levels that provide financing</li> </ul>	epidemic-hit enterprises and SMEs	---	<p>Notice on Supporting Financial Enhancement Services and Properly Handle the Work in the Prevention and Control of Novel Coronavirus Epidemic (Cai Jin (2020) No.3) (<a href="#">CN</a>)</p>

	<p>guarantee services should promptly perform the compensatory obligations, and extend the recovery period appropriately according to the impact of the epidemic. If the write-off conditions are satisfied, compensation losses may be written off according to regulations.</p>			
	<p>Expanding financing channels for SMEs:</p> <ul style="list-style-type: none"> <li>• Support financial institutions to issue 300 billion yuan of small and micro financial bonds, all of which are used to issue small and micro loans.</li> <li>• To guide the net financing of corporate credit bonds by 1 trillion yuan more than the previous year</li> </ul>	SMEs	---	<p><b>Resolutions of State Council Executive Meeting on 31 March 2020</b>  <a href="#">(CN)</a></p>