

Annexure-B

GOP Markup Subsidy Scheme (GMSS) for Revival of Agriculture/Livestock Sectors

Sr. No.	Particulars	Key Features
1	Type of Financing	Short-term production/working capital loans for all crop and non-crop sectors.
2	Tenure	Maximum six (06) months
3	Participatory Financial Institutions (PFIs)	Banks and Microfinance Banks
4	Markup Rate for End-user	0% per annum
5	Maximum Loan Size	Up to Rs 500,000 per borrower
6	Eligible Crops	All crops and non-crops
7	Number of loans per borrower	Single loan facility under the scheme
8	Eligible Farmers	All existing and new subsistence* landholding farmers and new small farmers* from non-crop sector, in flood affected areas as notified by NDMA/PDMAs during June- December, 2022. *As per SBP's Report on Indicative Credit limits and eligible items for agriculture financing (https://www.sbp.org.pk/acd/2022/CL1-Annex.pdf).
9	Rate of Markup Subsidy to be provided to PFIs	<ul style="list-style-type: none">6 Month KIBOR+3% p.a. for Commercial Banks6 Month KIBOR+9% p.a. for Microfinance Banks
10	Collateral	As per banks' policy.
11	Scheme duration	Six months from the launch of the scheme
12	Allocation of Budget	<ul style="list-style-type: none">Finance Division shall allocate budget for the markup subsidy and upon receipt of consolidated claims from SBP, it will make payment to SBP.
13	Subsidy Claims	<ul style="list-style-type: none">PFIs will submit their subsidy claims as per prescribed format (Format-2) duly audited by their Internal Audit Department to the Director, DFSD, SBP BSC, Head Office Karachi on quarterly basis for reimbursement of the subsidy claims from GoP.