

No. SMEFD/SME/2010-

Name,
Designation,
ABC Bank (PFIs' Name),
Bank Address,
City.

Dear _____,

Issuance of the Guarantee

Please refer to your request letter dated _____ whereby you had requested for Credit Guarantee Facility of Rs. _____ (amount in words) against sanctions of Rs. _____ (amount in words) to your borrowers.

State Bank of Pakistan is pleased to inform you that the Credit Guarantee Facility of Rs. _____ has been approved for loans (principal amount only) extended to borrowers as detailed below:

Customer Identification	Name of the Customer	NTN / CNIC of the Customer	Bank Amount Sanctioned	Guarantee Share of the Outstanding loan	Maximum Guarantee Amount
				Upto 40% (or lower share requested by the bank	Amount Sanctioned x Guarantee Share (40% or lower) – see note below

❖ The Guarantee will be available against a loan, at any given date, to the extent of %age of the principal outstanding Loan Amount.

The above approval is subject to the fact that:

1. The aggregate outstanding guarantee amount of the bank does not exceed its Credit Guarantee Limit allocated vide letter dated _____.
2. The bank has carried out due diligence of all above borrowers as per its own internal systems and also ensured that lending facility is extended in compliance of provisions of Circular No. _____ dated _____ (Credit Guarantee Scheme Circular) and other instructions issued from time to time.
3. State Bank reserves the right to withdraw its approval if it is discovered at a later stage that loans under the Scheme were extended in violation of the Scheme.

Yours faithfully,

(Name of Director DFSD)
Director