



**STATE BANK OF PAKISTAN**  
**SMALL & MEDIUM ENTERPRISES DEPARTMENT**  
I.I. Chundrigar Road,  
Karachi

SMED Circular No. 16

29<sup>th</sup> July, 2006

All Banks,

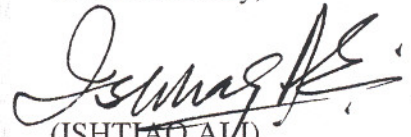
Dear Sirs/Madam,

**FINANCING FACILITIES BY STATE BANK - ENHANCEMENT**  
**IN REPO RATE FROM 9% TO 9.5%**

Please refer to the BPD Circular No. 15 dated the 11<sup>th</sup> April, 2005 through which the above rate had been fixed at 9% p.a.

2. It has now been decided that with effect from 31<sup>st</sup> July, 2006 the minimum rate of return to be paid by recipients of financing facilities from State Bank for meeting temporary liquidity shortage and SBP 3-day Repo facility against Government of Pakistan Market Treasury Bills and Federal/Pakistan Investment bonds has been enhanced by 50 basis points i.e. from 9% to 9.5% p.a.
3. Other relevant instructions on the subject shall, however, remain unchanged.
4. Please acknowledge receipt.

Yours faithfully,

  
(ISHTIAQ ALI)  
Joint Director