

## Self-Employment Promotion Initiative Loan Scheme – Phase II

**Provide financial assistance to young entrepreneurs for establishment of self-employment projects**

In line with the Governments' vision towards development of young entrepreneurs in the country, this loan scheme has been introduced in order to provide financial assistance to trained youth who passed out from recognized vocational training institutions in the country for establishment of their own self-employment projects.

### **Competitive Advantage**

- Competitive interest rates
- Convenient securities
- Less documentation
- Relax conditions; Grace period to commence capital repayment could be considered, if necessary.

### **Eligibility criteria**

- Applicant should have completed a NVQ program and an entrepreneurship skills development program under a recognized Vocational Training Institute registered under MSDVT (VTA, NAITA, DTET, SLIOP, NYSC)
- Facilities can be considered for feasible business of the women entrepreneurs.
- The applicant should be a permanent resident or should carry out the business within the operational area of the Branch.
- The applicant should not be a defaulter of a loan in any financial institution.

### **Facility Amount**

Maximum Rs. 1.0 Mn.

- Depend on customer requirement, contribution, purpose, repayment ability and credit worthiness of each customer.

### **Applicable Interest Rate**

7.0% p.a.

### **Tenure**

Maximum repayment period is 05 years, including a maximum grace period (if required) of 06 months. (Interest should be serviced monthly during the grace period).

**Fees/charges, commission, interest, etc.**

- Fixed/variable interest rates
- Penal interest on overdue capital and interest
- Standard loan processing fee
- Standard early settlement charges
- Valuation charges (if applicable)
- Legal charges (if applicable)
- Government stamp duty (if applicable)
- Insurance premium (if applicable)

**Application criteria**

- Call or visit the nearest Branch island wide along with a business plan and last 06 months' sales and purchases details (if available) of the business or project proposal.

**Key Terms and conditions**

- Subject to current business performance and financial evaluation.
- 25% of the total project cost should be contributed by the applicant from non-borrowing sources.
- Collateral/Security acceptable to the Bank is generally expected to be submitted by the clients when requesting for financial assistance.
- Internal obligations and CRIB/obligations will be checked irrespective of the amount of the facility.
- Product information and terms & conditions are subject to change from time to time. Therefore, it is advisable to contact the Branch nearest for the latest information and prevailing terms & conditions.

**Complain handling procedure**

- Borrower can access us through [info@peoplesbank.lk](mailto:info@peoplesbank.lk)
- Make a written request to the relevant Branch, Regional Head Office or Head Office.
- Call/Visit the relevant Branch, Regional Head Office or Head Office.

**Further information**

- Visit [www.peoplesbank.lk](http://www.peoplesbank.lk)
- ☐ Call centre- 1961 ☐ Head Office 0112481481