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Green Technology Financing Scheme (GTFS)



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Some Context

Examples of NAMAs that have received support, including use of innovative financing methods

Is it a NAMA?

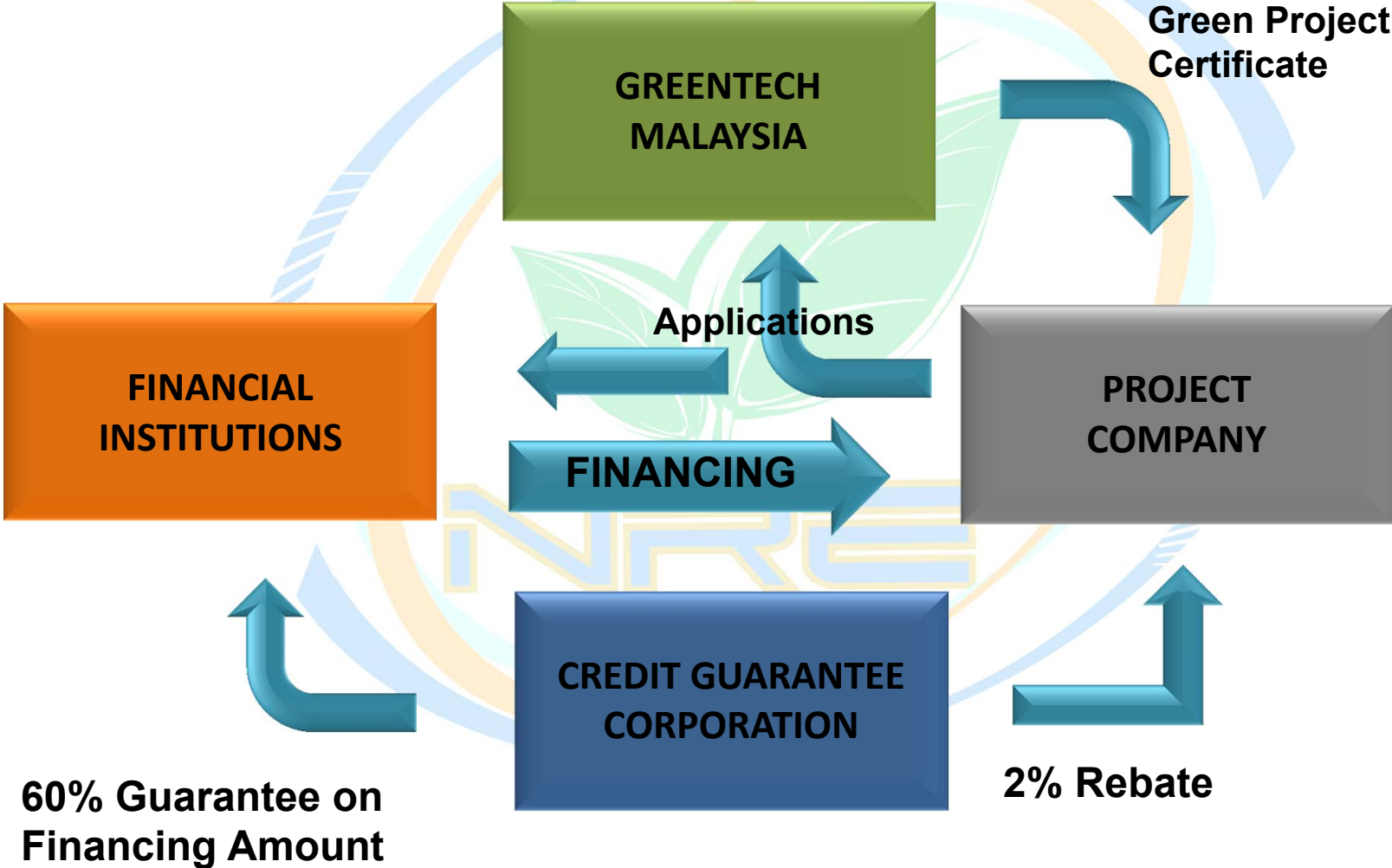
Domestically supported – unilateral?

It is special financing scheme that contributes to climate change mitigation.

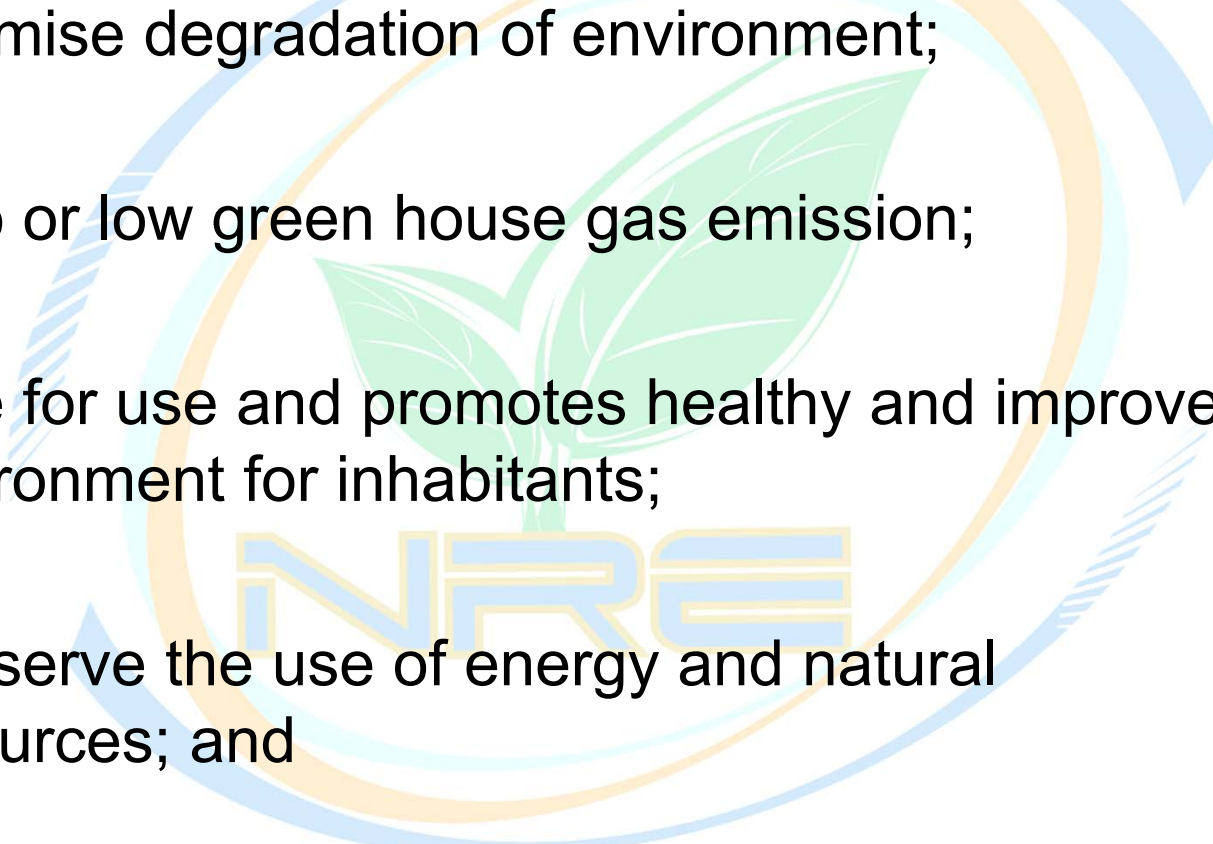
Green Technology Financing Scheme (GTFS)

- A special financing scheme to support development of green technology in Malaysia.
- Introduced in 2010 budget with a total financing amount of RM 1.5 billion (~ USD 470 million).
- An effort to improve supply & utilisation of green technology.
- Targets: local companies who are producers and users of green technology.
- Government support:
 - Interest subsidies of 2% from the total interest rate charged by financial institution.
 - Government guarantee of 60% on the total approved loan.
 - Training to be provided to applicants to enhance their knowledge on green technology

Key Institutions



Criteria

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- Minimise degradation of environment;
 - Zero or low green house gas emission;
 - Safe for use and promotes healthy and improved environment for inhabitants;
 - Conserve the use of energy and natural resources; and
 - Promote the use of renewable energy resources.

Terms

PRODUCER

Maximum: RM50 Million per company

Up to 15 years

Legally registered Malaysian – owned companies (at least 51%) in all economic sectors

USER

Maximum: RM10 Million per company

Up to 10 years

Legally registered Malaysian – owned companies (at least 70%) in all economic sectors

- Financing will be provided by all commercial & Islamic banks and Development Finance Institutions (DFIs)
- 0.5% p.a. guarantee fee to the government
- Projects are to be located in Malaysia
- Refinancing is not allowed.

Process

Application

- [Online: www.gtfs.my](http://www.gtfs.my)

**Technical Evaluation
Business Review Presentation Sessions**

Approval by GTFS Technical Committee

Issuance of Green Project Certificate



THANK YOU

INRE