

**GUIDELINES OF PROGRAMME PEMBANGUNAN KAPASITI DAN  
KEUPAYAAN VENDOR**

**1. BACKGROUND**

*Program Pembangunan Kapasiti dan Keupayaan Vendor (PPKV)* aims to assist Bumiputera vendors in expanding their capacity and capabilities to be competitive, sustainable and resilient.

**2. OBJECTIVES**

- 2.1 Increase the capacity of Bumiputera vendors to become more efficient, productive and technology driven.
- 2.2 Equip Bumiputera vendors with international accreditation and certification to penetrate domestic and global market.

**3. SELECTION CRITERIA**

- 3.1 This grant is open to all Bumiputera vendors registered with Anchor companies under the Vendor Development Programme (VDP), Ministry of Entrepreneur Development and Cooperatives (MEDAC).
- 3.2 The funding of this Grant is up to 90% of the total cost or maximum of RM200,000, whichever is lower.

**4. ELIGIBILITY CRITERIA**

- (a) Registered with anchor companies under VDP, MEDAC;
- (b) Fulfill the criteria set out under the National VDP Guidelines;
- (c) Sound financial position;
- (d) Solvent and has no legal action against the companies under the laws of Malaysia; and
- (e) Obtain acknowledgement/ support from anchor companies.

## **5. DURATION OF PROGRAMME**

Maximum of 24 months with evaluation within 6 months after completion.

## **6. SCOPE OF PROGRAMME**

- (a) Capacity development;
- (b) Standard & Accreditation;
- (c) Human Capital Development;
- (d) Technology transfer; and
- (e) Upgrade existing systems and purchase of equipment/machinery.

***(Funding of this programme is not limited to the above purpose/activity only)***

## **6. LETTER OF OFFER**

- 6.1 SME Bank will issue a Letter of Offer (LO) to the approved vendors and must be accepted within 14 working days.
- 6.2 All legal fees, professional stamp duty and expenses related to legal documentation shall be borne by the vendors.

## **7. PROGRAMME MONITORING**

- 7.1 SME Bank will monitor the programmes in compliance with the LO;
- 7.2 SME Bank reserves the right to propose for a suspension or revocation of the Grant facility should the vendors fail to comply with the terms set out in the LO;
- 7.3 The vendors are required to submit the Progress Report as specified in the LO; and
- 7.4 The vendors shall submit the Report/Certification within (6) months after completing the programme.

## **8. DISBURSEMENT OF GRANT**

The funding of this Grant is up to 90% of the total cost or maximum of RM200,000, whichever is lower. The disbursement of the grant will be made:

- i. once terms and conditions including documents as stated in the LO are verified by SME Bank; and
- ii. based on the approved programme through reimbursable or advance payment.

## **9. TERMINATION OF GRANT**

The grant may be terminated under reasonable circumstances which include:

- i. false information submitted by the vendors;
- ii. misuse of the grant; and
- iii. breach of the terms of the LO executed between SME Bank and vendors.

Last Revision Effective Date (for Public Announcement) : 26 January 2022