

SME TECHNOLOGY CREDIT PROGRAM

The aim of the credit program (“**Credit Program**”) announced by MFB Ltd. from European Union funds is the technological modernization of micro-, small- and medium-sized enterprises¹, as well as the creation of modern product and service development capabilities, and the support of the expansion of these capabilities. The program is targeted at SMEs that do not have access to external funding at all or only have access to it at an inadequate level. The aided investment must result in development that improves technological readiness. The Credit Program’s aim is to support the investments of micro-, small and medium-sized enterprises which are financially viable and revenue generating.

Eligible applicants

Micro, small and medium-sized enterprises, that:

- are considered to be Hungarian residents;
- have their registered seat in Hungary – except for the Centre Hungary region – or have their registered seat in the territory of the EEA and a branch in Hungary – except for the Centre Hungary region; and
- are potentially economically viable.

Newly established entities may apply for the credit as well.

Submission of the credit application

The credit can be applied for through [MFB Points](#) until 31 December 2020 by filling in the credit application form and attaching the necessary documents.

Amount of the credit

Min. HUF 1 million – max. HUF 150 million

In the case of credits that can be applied for by start-ups² and companies taxing according to KATA, or in the case of submitting several applications, the total amount of the credits may not exceed HUF 25 million.

Use of the credit

Credit objectives may be:

- acquisition of new assets resulting in technological modernization and acquisition of intangible assets related to the acquisition of the asset (up to 20% of eligible costs);
- initiation of start-ups (up to HUF 25 million);

Acceptable collaterals

¹ Based on Commission Regulation (EU) No. 651/2014.

² A start-up is an enterprise that does not have a closed, full (12 calendar months) business year.

The below collaterals may be accepted:

- mortgage on immovable property;
- mortgage on movable property;
- bond established on payment account claim;
- legal entity's first-loss guarantee;
- guarantee undertaken by a credit institution.

Important additional information

Total allocation	93.31 billion HUF.
Interest rate	0%
Maturity	<p>The maturity depends on the amortization of the new asset to be acquired from the credit under the Corporate Tax Act as follows:</p> <ul style="list-style-type: none">— in the case of machines, installations and equipment falling under 50% amortization key, maximum 2 years;— in the case of machines, installations and equipment falling under 33% amortization key, maximum 3 years;— in the case of machines, installations and equipment falling under 25% amortization key, maximum 4 years;— in the case of machines, installations and equipment falling under 20% amortization key, maximum 5 years;— in the case of machines, installations and equipment falling under 14,5% amortization key, maximum 7 years; <p>The maximum length of the maturity shall be determined based on the maturity relating to the asset with the maximum amortization period.</p>
Own resource	Min. 10% (relative to the eligible cost of the Project)
Availability period	A maximum of 9 months from the conclusion of the credit agreement, which may be extended by 3 months in justified cases (the extension may be at the expense of reducing the grace period)
Grace period	it shall not exceed 3 months from the end of the availability period and shall end on the last day of the 12th month following the conclusion of the contract
Project implementation deadline	the implementation of the Project (being completed both physically and financially) must be completed within 9 months from the conclusion of the contract, which deadline may be extended by a further 3 months in justified cases

More details about the application on the [website of MFB](#).

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