

# Supplementary Budget

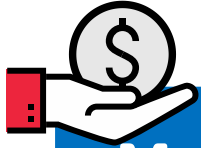
## For Businesses

7 April 2020



# The Supplementary Budget will save jobs and help enterprises overcome immediate challenges, in response to COVID-19.

Supplementary Budget will help you to:



## Manage cashflows

- Enhanced **Enterprise Financing Schemes** (Working Capital Loan, Trade Loan)
- Enhanced **Temporary Bridging Loan**
- Enhanced **Loan Insurance Scheme**
- Deferment of **Income Tax** payments
- Freeze on increases of all government fees & charges
- Enhanced **Property Tax Rebates**
- Enhanced **Rental Waivers**
- **6 months relief** from fulfilling contractual obligations
- **Defer principal payment** on secured SME loans
- **Lower interest** on SME loans
- **FWL Waiver** for April + \$750 **rebate**



## Deepen capabilities

- **SMEs Go Digital**
- **E-invoicing Registration Grant**
- Enhanced **Enterprise Development Grant**
- Enhanced **Productivity Solutions Grant**
- Enhanced **Training Support**
- Enhanced **SG Together Enhancing Enterprise Resilience (STEER)**



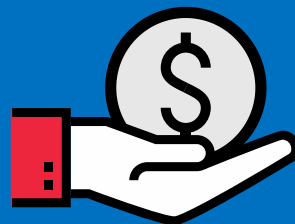
## Retain & Develop Talent

- Enhanced **Jobs Support Scheme**
- Enhanced **Wage Credit Scheme**
- **SGUnited Traineeships**

**Your business is badly affected by  
COVID-19.**

**You need to address immediate  
cash flow concerns to keep your  
business afloat.**

**How can you leverage on the  
Budget to manage cash flow  
issues?**



1

# Enhanced Enterprise Financing Schemes



## Working Capital Loan

- Open to SG SMEs from **ALL sectors**
- **\$1m** max loan quantum
- Borrowers may request for a **1-year deferral** of principal repayment, subject to the banks' assessment.

## Trade Loan

- Open to SG enterprises from **ALL sectors** with less than S\$500mil annual revenue
- Max loan quantum raised to **\$10m per borrower group**

*For more info, please visit ESG website*

From 1 April 2020 – 31 March 2021

# 2

## Enhanced Temporary Bridging Loan Programme



- Expanded to cover **SG SMEs and Non-SMEs** from **ALL sectors**
- Eligible enterprises can borrow up to **\$5 million per borrower group** from Participating Financial Institutions (PFIs), with **interest rate capped at 5% per annum**.
- Borrowers may request for a **1-year deferral** of principal repayment, subject to the banks' assessment.

*For more info, please visit ESG website*

From 1 April 2020 – 31 March 2021

# 3

## Enhanced Loan Insurance Scheme



- Open to SG SMEs from ALL sectors
- Raised Government's subsidy on insurance premium to **80%**

*For more info, please visit ESG website*

From 1 April 2020 – 31 March 2021

# 4

## More support on SME loans



### a. Secured Term Loans, on opt-in basis:

- **Defer payment of principal and pay only interest** for up to 9 months
- **Extend loan tenure** by up to corresponding principal deferment period

### b. Unsecured Term Loans

- **Lower interest** on ESG's WCL and TBL by Banks and Finance Companies that tap on MAS funding

### c. Pay enterprises' general insurance premium in **instalments**

# 5

## Deferment of Income Tax payments



Automatically defer income tax payments for **3 months**, for companies and self-employed persons (SEPs)

- Companies: deferment of payments due in April – June 2020
- SEPs: deferment of payments due in May – July 2020

*For more info, please visit IRAS website*

# 6

## Freeze increase of all Govt fees & charges for 1 year

From 1 April 2020 – 31 March 2021

*For more info, please visit IRAS website*



# 7

## Enhanced Property Tax Rebates



- **COVID-19 (Temporary Measures) Bill to ensure pass-through of PTR from property owners to tenants**
- **100% rebate** for qualifying commercial properties
- **60% rebate** for the Integrated Resorts
- **30% rebate** for other non-residential properties

From 1 Jan 2020 – 31 December 2020

# 8

## Enhanced Rental Waivers

- **3 months rental waiver** for hawkers
- **2 months rental waiver** for commercial tenants in govt properties
- **1 month rental waiver** for industrial, office and agricultural tenants of Govt agencies

9

# 6 months relief from fulfilling contractual obligations



**Leases or licences for non-residential property**



**Construction contract or supply contract**



**Events contract**



**Tourism-related contract**



**Certain loan facilities granted by a bank or a finance company to SMEs**

\*For contractual obligations that come due after 1 Feb 2020.  
The Bill will not cover any contracts that are entered into after 24 March 2020.

# 10

## Foreign Worker Levy



- **Waiver** of monthly Foreign Worker Levy due in April 2020
- **Foreign Worker Levy Rebate of \$750** in April 2020 from levies paid this year, for each Work Permit or S Pass holder

*For more info, please visit MOM website*

For April 2020

**To prepare for economic rebound, you hope to take this opportunity to deepen capabilities.**

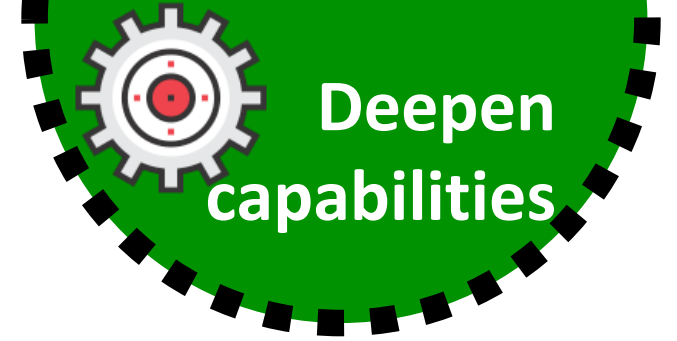
**Perhaps adopting more digital solutions?**

**How can you leverage on the Budget to deepen capabilities?**



# 1

## Enhanced SMEs Go Digital



Up to 80% support for:

Safe distancing & biz continuity

Advanced digital solutions



Online Collaboration & Virtual meeting tools

Queue management



Advanced security & facility management systems

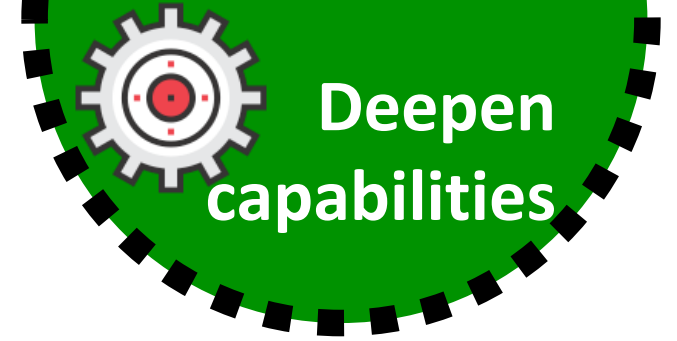
Integrated B2B systems

*For more info, please visit [IMDA website](https://www.imda.gov.sg)*

From 1 April 2020 – 31 December 2020

# 2

## E-Invoicing Registration Grant



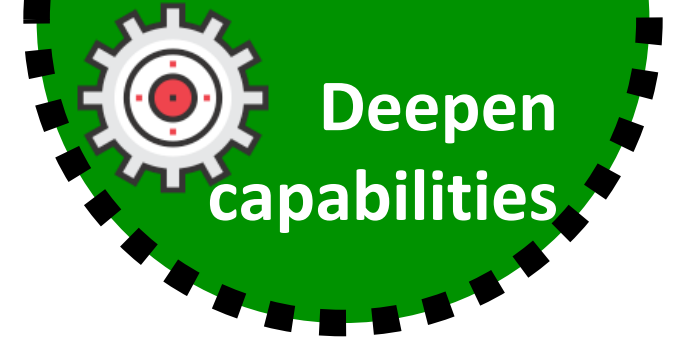
- Register on nationwide e-invoicing network on/before 31 December 2020 to receive a **one-time grant of \$200**.
- You may register through more than 50 Peppol-ready accounting and ERP solutions.

*For more info, please visit [IMDA website](#)*

From now – 31 December 2020

# 3

## Enhanced Enterprise Development Grant (EDG)



- **Up to 80%** support for all projects
- **Up to 90%** support for sectors most severely impacted by COVID-19 and safe distancing measures, on a case-by-case basis

*For more info, please visit ESG website*

From 1 April 2020 – 31 December 2020

# 4

## Enhanced Productivity Solutions Grant (PSG)

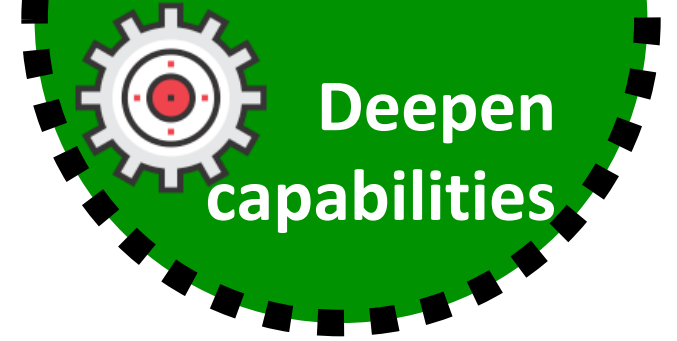
- **Up to 80%** support of pre-approved productivity solutions and equipment

*For more info, please visit ESG website*

From 1 April 2020 – 31 December 2020

# 5

## Enhanced Training Support



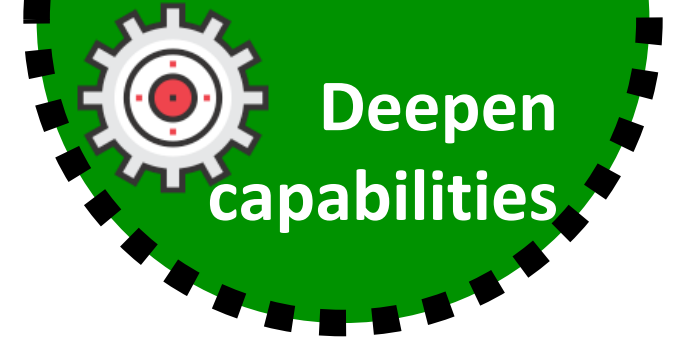
- **Up to 90% Course Fee Subsidy**
  - **Applicable for Air Transport, Tourism, Retail, Food Services, Land Transport\* and Arts & Culture sectors**
- **Enhanced Absentee Payroll rate to ALL sectors: support 90% of hourly basic salary (capped at \$10 per trainee-hour)**
- **Please check with training providers on courses eligible for absentee payroll funding**

*For more info, please visit SSG website*



# 6

## Enhanced SG Together Enhancing Enterprise Resilience (STEER)



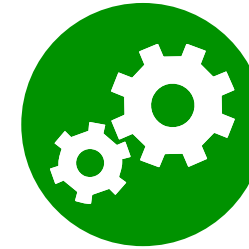
- ESG will match **\$1 for every \$2** raised by industry-led funds, up to **\$1m per fund**
- Supportable areas:



**Manage cashflow**



**Grow businesses**



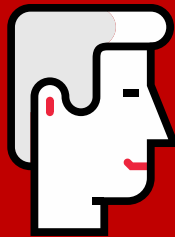
**Upgrade capabilities**

- Interested TACs and industry groups can submit proposals to ESG from now until **2 March 2021**

**You hope to keep as many  
workers as you can.**

**But you may have to tighten  
your belt.**

**How can you leverage on the  
Budget to retain and even  
develop talent?**





# 1 Enhanced Jobs Support Scheme (JSS)

Co-fund **25%** of the first **\$4,6000** of gross monthly wages for SC/PR employees for **9 months**.

Topped-up to **75%** for the month of **April**.

*For more info, please visit IRAS website*

# 2 Enhanced Wage Credit Scheme (WCS)

Additional **\$500m** for employees' wage increases, on top of \$600m disbursed in March 2020

*For more info, please visit IRAS website*

# 3 SGUnited Traineeships

Co-fund wage costs of companies offering traineeships to first-time jobseekers

*For more info, please visit MOM website*

# The Resilience Budget outlined support for sectors most severely impacted by COVID-19.

Resilience Budget will extend support if you are in:



**Aviation**



**Tourism**



**Land Transport**



**Arts & Culture**



**Food Services**

*For more info, please refer to Budget Annex B8 Sector-Specific Support*

# The Resilience Budget outlined support for sectors most severely impacted by COVID-19.



## Aviation

- [From May-Dec 2020] Enhanced **Jobs Support Scheme (JSS): 75%** wage offset, up to monthly wage cap of \$4,600
- **\$350m** to provide cost relief for the sector and maintain a minimum level of connectivity



## Tourism

- [From May-Dec 2020] Enhanced **Jobs Support Scheme (JSS): 75%** wage offset, up to monthly wage cap of \$4,600
- **\$90m** for tourism recovery

*For more info, please refer to Budget Annex B8 Sector-Specific Support*

# The Resilience Budget outlined support for sectors most severely impacted by COVID-19.



## Land Transport

- Special Relief Fund payments of **\$300 per vehicle per month** extended till Sep 2020
- Private Bus Owners: **1-year road tax rebate and 6 month waiver of parking charges** at govt-owned parking facilities



## Arts & Culture

- **\$55m** support package

*For more info, please refer to Budget Annex B8 Sector-Specific Support*

# The Resilience Budget outlined support for sectors most severely impacted by COVID-19.



## Food Services

- [From May-Dec 2020] Enhanced **Jobs Support Scheme (JSS): 50%** wage offset, up to monthly wage cap of \$4,600
- JSS topped up to **75%** for the month of **April**

**Enterprise  
Singapore**

**We will work with you to ride  
through this crisis together.**

[www.enterprisesg.gov.sg](http://www.enterprisesg.gov.sg)





# Visit our SME Centres

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Make an appointment with the Business Advisors at [www.smeportal.sg/smecentres](http://www.smeportal.sg/smecentres) to access business advisory, capability workshops and group-based upgrading projects.