

Coronavirus – Guarantee programmes COVID II and COVID Prague – Czech Republic

Has coronavirus affected your business? Czech-Moravian Guarantee and Development Bank (Českomoravská záruční a rozvojová banka, a.s. – "ČMZRB") has developed guarantee programmes facilitating access to business financing for sole traders and small and medium-sized enterprises.



What is ČMZRB offering?

- commercial bank loan guarantees
- financial contributions to pay interest on guaranteed loans

Who are the programmes intended for?

- for sole traders and small and medium-sized enterprises whose economic activities have been limited due to the occurrence of Covid-19 and related preventive measures
- the COVID II programme is intended solely to finance operating needs related to business activities outside Prague
- for activities in Prague there is the COVID Prague programme

What are the parameters of the programmes?

- ČMZRB guarantee up to 80% of the loan principal
- guaranteed loan of CZK 10,000 to CZK 15 million
- guarantee period up to 3 years
- financial contribution to interest payment up to CZK 1 million
 - in the case of the COVID II programme it is already known that the financial contribution for interest payments will be graduated according to the amount of the guaranteed loan:

Loan up to CZK 500,000	30% contribution	max. CZK 150,000
Loan from CZK 500,000 to CZK 1 million	20% contribution	max. CZK 200,000
Loan from CZK 1 million to CZK 15 million	15% contribution	max. CZK 1 million

What can be financed by a loan guaranteed by ČMZRB?

- exclusively operating expenses (e.g. wage and energy costs, rent payments, payment of supplier invoices, purchase of material, inventory and other small assets)
- cannot be used to finance investments, refinancing or repayment of another loan or lease

At which banks can you arrange a loan guaranteed by ČMZRB?

- ČMZRB envisages the involvement of all commercial banks that finance sole traders and small and medium-sized enterprises
- the cooperation of the bank is necessary for successful application, so we recommend contacting your bank advisor as soon as possible

How to apply

Applications for the first round of COVID II were closed on 3 April 2020 and applications for the COVID Prague were closed on 21 April 2020. All applications are now being evaluated.

The announcement of the second round of COVID II depends on the decision of the Ministry of Industry and Trade. So far, the announcement of a COVID III programme at the beginning of May 2020 was only notified.

For more information, please contact



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We're with you, even in the time of Covid-19

Hotline +420 255 706 536

We offer assistance in all areas

- "Antivirus" employment maintenance programme
- recovering damages related to business shutdowns
- insolvency and extraordinary moratorium
- commercial lease advisory
- contracts and force majeure
- remote signing of documents

Experienced legal advisors are available to you in both the Czech Republic and Slovakia.

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