



## Information for clients

Czech Republic

May, 20<sup>th</sup> 2020

### COVID-19: Guarantee COVID III

On May 18th 2020, the government approved the COVID III program - a guarantee program that will help entrepreneurs based in the Czech Republic who **employ up to 500 people** better obtain operational finance from commercial banks. The COVID III program consists of a **loan from a commercial bank guaranteed by the Czech-Moravian Guarantee and Development Bank** (Českomoravská záruční a rozvojová banka). For companies with **up to 250 employees**, the ČMZRB provides a guarantee for up to **90%** of the loan amount and for companies with **up to 500 employees** up to **80%** of the loan amount. **The maximum amount of the loan CZK 50 million** and at the same time double the annual wage costs including social security costs, or 25% of the company's total turnover.

The loan is intended for operational financing, its term is at the earliest on 1.1.2021, the maximum term is not limited, but the **guarantee** is granted for a **maximum of the first three years**.

In contrast to COVID II, ČMZRB makes **no contributions to interest payments**.

We recommend that you contact your commercial bank as soon as possible if you would like to apply for COVID III.

We will be happy to assist you in compiling the necessary documents.

For more information, see [www.cmzrb.cz/podnikatele/zaruky/](http://www.cmzrb.cz/podnikatele/zaruky/)

For the AUDITOR-Team

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