FAQ's - Cost Sharing Scheme for Electric Bikes 02 Wheeler

1. What is Cost Sharing Scheme For Electric Bikes 02 Wheelers?
A. The Federal Government has introduced cost sharing scheme for e-bikes in which e-bike are financed on easy installments and Government provides capital subsidy and mark up subsidy.

2. What is eligibility criteria?
A. All citizens of Pakistan (Residents) including to GB and AJK subject to age restrictions.

3. What is the age requirement?

- Salaried segment Min 18 years Max upto 60 years or at retirement age whichever is higher upto maximum 65 years (at maturity of loan). Certificate from the employer will be required in case of retirement age is exceeding 60 years
- • SEB/SEP segment Min 18 years Max upto 65 years (at maturity of loan)

4. What is the minimum income requirement for availing this facility?

A. Rs. 50,000/- gross (in case of Salaried) Rs.65,000/- gross (in case of SEB/SEP)

5. What is the maximum loan amount?
A. Maximum cap shall be PKR 200,000/- for two-wheeler. Equity participation by GOP will not be part of the financing amount. Borrower shall pay any amount above the Capital Subsidy as part of upfront equity payment while complying with debt-to-equity ratio

6. What is the amount of Government Capital Subsidy
A. Up to PKR 50,000 per two-wheeler, subject to the Parameter "Debt: Equity ratio" Capital subsidy will be routed through the Bank.

7. What is Mark-up ?
A. End user rate is 0% , Government is providing mark-up subsidy. However Bank's pricing will be 6 months Kibor+2.75%

8. What is the tenor of loan?
A. The maximum tenor of loan is two years.

9. What is the Debt to Equity Ratio?
A. 80:20 (down payment of 20%) . Equity portion will encompass both capital subsidy and borrower's share. As a general principle, first, fixed capital subsidy will be applied and any remaining amount will then be paid by borrower . For the avoidance of doubt, if the equity portion of 20% is fully covered by capital subsidy, then borrower will not pay any amount

10. Can loan be paid before its tenor? And is there any early payment charges?
A. Yes , it has no Charges

11. What is the frequency of repayment?
A. Monthly Installments up to the tenure of Loan.

12. What are the Bank's processing charges.

A. Nil

13. Do I Need a Driver's License ?
A. Yes , Driver license is not required at the application stage but a valid requirement for application approval.

14. If I am a Student / Don't have income can I apply ?

A. Yes a Co-Borrower is allowed in the scheme subject to criteria spelled in the policy.

15. Will the e-Bike be registered and Insured ?
A. Yes the e-bike will be insured and registered and HPA will be marked in excise record.

16. Who will bear the registration and Insurance cost ?
A. The customer has to pay the registration and insurance charges.

17. Can I Apply for the loan in Branch.
A. No, the loan has to be applied through PAVE portal.