بینک دولت پاکستان
State Bank of Pakistan



AMENDMENT IN PRUDENTIAL REGULATIONS FOR SME FINANCING-REVISION IN SMES' DEFINITION

July 16, 2026

The Presidents / Chief Executive Officers

All Banks and DFIs

Amendment in Prudential Regulations for SME Financing-Revision in SMEs' Definition

Dear Sir/Madam,

Please refer to SH&SFD Circular No. 05 dated November 06, 2025, on the above subject.

2. In order to align the SMEs' definition with the current economic realities, the SMEs' definition given in Part-I of the Prudential Regulations for SME Financing has been revised as under:

Revised Definitions for Regulatory Purposes

Enterprise Category	Criteria – Annual Sales Turnover
Micro Enterprise	Up to PKR 30 Million
Small Enterprise	Above PKR 30 Million to PKR 400 Million
Medium Enterprise	Above PKR 400 Million to PKR 2,000 Million
Start-up	A Micro, Small, or Medium Enterprise up to 5 years old shall be classified as Start-up

3. These amendments shall come into force with immediate effect. An updated consolidated copy of the Prudential Regulations for SME Financing, incorporating the above amendments, is attached as Annexure-I.

Enclosed:

→ Annexure-I – Updated Prudential Regulations for SME Financing

Yours sincerely,

Dr. Muhammad Saleem
Head of Department