

GUIDELINES ON MORATORIUM OF PAYMENT OF MONTHLY AMORTIZATIONS ON HOUSING LOANS AND/OR MONTHLY LEASE RENTALS OF BUYERS/LESSEES IN AREAS AFFECTED BY THE 7.2 MAGNITUDE EARTHQUAKE THAT HIT BOHOL, CEBU AND NEARBY PROVINCES

The Home Guaranty Corporation (HGC) is granting a moratorium on the payment of monthly amortizations on housing loans and/or monthly lease rentals on Contracts of Lease with Option to Purchase or similar contracts of buyers/lessees in areas affected by the 7.2 magnitude earthquake that hit Bohol, Cebu and nearby provinces.

DEFINITION OF MORATORIUM

Moratorium shall mean the suspension of the following during the period specified herein:

1. Payment of the monthly amortizations due on housing loan, consisting of principal and interest, and/or monthly lease/rentals on Contracts of Lease with Option to Purchase or similar contracts, without penalty; and
2. Cancellation of contracts or foreclosure of mortgages of delinquent accounts.

WHO ARE QUALIFIED TO AVAIL

The moratorium program is available to all buyers/lessees of HGC properties as of October 15, 2013 located in areas declared under State of Calamity due to the 7.2 magnitude earthquake that hit Bohol, Cebu and nearby provinces.

MORATORIUM PERIOD

The moratorium program shall be for a period of three (3) months, effective October 15, 2013 until January 14, 2014.

HOW TO AVAIL OF THE PROGRAM

A. On payment of the monthly amortizations

1. The buyers/lessees shall accomplish and submit the Application Form for the HGC Moratorium Program on the Payment of Housing Loan Amortization/Lease Rentals. The forms are available at our Treasury Department, 2nd Floor, JADE Building, 335 Sen. Gil Puyat Avenue, Makati City. The forms may also be downloaded from the HGC website: www.hgc.gov.ph.
2. Manner of computation of accounts availing of the moratorium program

2.1 On updated accounts

No amortization shall be collected during the moratorium period. Payment of amortization shall resume on January 14, 2014 without penalty. However, buyers/lessees still have the option to pay the required monthly amortization during the moratorium period.

2.2 On accounts in arrears

Penalty shall be suspended starting October 15, 2013. No additional penalties shall be imposed until January 14, 2014. Penalty computation shall resume on January 15, 2014. Buyers/lessees, however, have the option to pay during the moratorium period.

B. On accounts which are the subject of cancellation or foreclosure

1. HGC shall temporarily stop issuance of Notarial Act of Cancellation (NAOC) or filing of extrajudicial foreclosure on affected delinquent accounts during the moratorium period.
2. For accounts with issued NAOC and are still within the grace period, the counting of the grace period shall be suspended during the effectivity of this moratorium.
3. During the moratorium period, HGC shall suspend the implementation of the writ of possession for cancelled accounts or accounts whose redemption period had already expired.
4. HGC shall also suspend the execution/implementation of ejectment actions during the moratorium period.

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