

**Republic of the Philippines**  
**Office of the President**  
**HOUSING AND URBAN DEVELOPMENT COORDINATING COUNCIL**

**MEMORANDUM CIRCULAR NO. 03**  
**Series of 2005**

TO : ALL CONCERNED

**SUBJECT : DEFINITION OF HOUSING LOAN CEILINGS/  
PACKAGES**

DATE : 10 June 2005

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Pursuant to the agreements reached during the 63rd meeting of the Housing and Urban Development Coordinating Council held on 10 June 2005, a revised definition of housing loan ceilings/packages shall be as follows:

Housing Packages	Loan Ceiling
Socialized	P300,000.00 and below

The adjustment is within the 80% growth rate in consumer price index for housing and repairs from 1995-2000.

Low-cost

Level 1	Above P300,000.00 to P500,000.00
Level 2	Above P500,000.00 to P2 Million

The inclusion of level 2 for low-cost packages is for purposes of expanding eligibility of banks to Section 11b and 11c of RA 7835 which provides that all unused agri-agra allocation funds from banks shall be invested in socialized and low-cost housing and allowing loans up to P2.0 M as eligible for the rediscounting facility of the Bangko Sentral ng Pilipinas, respectively.

For the guidance of all concerned.

(Sgd.) **VICE-PRESIDENT NOLI L. DE CASTRO**  
HUDCC Chairman