

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

MEMORANDUM CIRCULAR NO. 02
Series of 2002

TO : ALL CONCERNED

FROM : Chairman, HUDCC

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

DATE : 21 October 2002

Pursuant to the agreements reached during the 60th meeting of the Housing and Urban Development Coordinating Council held on 21 October 2002, a revised definition of housing packages shall be adjusted as follows:

Housing Packages	Loan Ceiling
Socialized	PhP225,000.00 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	PhP225,000.00 to PhP500,000.00
Level 2	PhP500,000.00 to PhP2 Million

The inclusion of level 2 for low-cost packages is for purposes of expanding eligibility of banks to Section 11b of RA 7835 which provides that all unused agri-agra allocation funds from banks in the preceding year shall be invested in socialized and low-cost housing and allowing loans up to PhP2.0 M as eligible for the rediscounting of the Bangko Sentral ng Pilipinas, respectively.

For the guidance of all concerned.

(Sgd.) **SECRETARY MICHAEL T. DEFENSOR**