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TO ALL DEPARTMENTS AND PROVINCIAL ADMINISTRATIONS

HOME OWNER ALLOWANCE SCHEME: POSSIBLE ADJUSTMENT OF HOME OWNER ALLOWANCE WITH EFFECT FROM 1 JULY 2001

1. According to PSCBC Resolution 3/99, the monthly home owner allowance is revised on the first day of each quarter based on the weighed average interest rate levied by the five biggest financial institutions as on 1 January, 1 April, 1 July and 1 October.
2. According to a survey conducted the weighed average interest rate levied by the five biggest financial institutions on 1 April 2001 still remains at 14,50%.
3. In view hereof, the home owner allowance with effect from 1 July 2001 remains unchanged.

DIRECTOR-GENERAL