



NATIONAL HOME MORTGAGE FINANCE CORPORATION



NHMFC Circular No. 075

13 April 2020

Series of 2020

**SUBJECT : GUIDELINES ON GRANT OF MANDATORY GRACE PERIOD ON ALL LOANS
AFFECTED BY THE ENHANCED COMMUNITY QUARANTINE (ECQ)**

Pursuant to Republic Act No. 11469, the Bayanihan to Heal as One Act, and its Implementing Rules and Regulations, the following guidelines, which prescribe the general rules and procedures for the implementation of Section 4 (aa) of the Act, is hereby issued:

I. COVERAGE

This program shall apply to all loans with principal and/or interest that will fall due within the ECQ period from March 17, 2020 to April 12, 2020, subject to adjustment should the President of the Republic of the Philippines, by virtue of his emergency powers granted under R.A. No. 11469, extends the period of ECQ.

II. TERMS AND CONDITIONS

II.1. All loans with principal and/or interest falling due within the ECQ shall be entitled to avail of a 30-day grace period without incurring interest on interest, penalty, or other charges. The initial grace period shall be automatically extended if the ECQ is extended.

II.2. Amortization due subject of the grace period shall be paid on the first working day after the grace period. However, the borrower may opt to pay the accrued interest for said amortization at any time during the remaining term of the loan term. Nonetheless, this shall not preclude the borrower from paying the accrued interest simultaneous with the payment of the amortization due subject of the grace period.

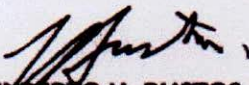
II.3. The grant of grace period does not prevent the borrower from paying their obligations as they fall due during the ECQ which they may tender through NHMFC's collection partners or through its Online Payment Facilities.

III. MECHANISM FOR RESOLUTION

Any issue in the interpretation and implementation of this Guidelines shall be resolved by the implementing group/s. Matters requiring further clarifications and/or amendments will be resolved and approved by the NHMFC Executive Committee, subject to existing laws.

IV. EFFECTIVITY

This Circular takes effect immediately.


FELIXBERTO U. BUSTOS JR.
President