



SOCIAL HOUSING FINANCE CORPORATION

HDH CORPORATE CIRCULAR NO. 16--008

15 January 2016

Series of 2016

TO : ALL HDH BORROWERS AND MOBILIZERS

SUBJECT : EFFECTIVITY OF MORTGAGE REDEMPTION INSURANCE (MRI)/ FIRE AND ALLIED PERILS INSURANCE (FAPI) COVERAGE

In reckoning or determining the date of the **effectivity of MRI/FAPI coverage** for High Density Housing accounts, the following guidelines shall be observed:

EFFECTIVITY OF MRI/FIRE COVERAGE:

A. Regular HDH Program (Lot Acquisition , Site Development and Housing Construction) :

A Member-Beneficiary shall be covered after one (1) month from the date of issuance of the Certificate of Completion and Acceptance (COCA) of the building units by the Community Association (CA).

B. Refinancing of Local Government Unit (LGU) Housing Project:

A Member-Beneficiary shall be covered one (1) month after the release of the first installment or full release of the loan proceeds whichever is applicable. The coverage is based on the issuance date indicated in the check as payment to LGU.

MRI/FIRE PREMIUM PAYMENTS

Premium payments for the succeeding year shall be paid on a monthly basis and shall be included in the monthly amortizations of the Member-Beneficiaries starting on the following month after its MRI/FAPI Coverage.

REQUIREMENT IN ENROLMENT FOR COVERAGE

The Social Housing Finance Corporation shall collect the one (1) year advance MRI/FIRE premiums, applicable Fire Service Tax for the loan; and one (1) time payment of Documentary Stamp Tax prior to MRI/FAPI coverage.

All previous Circulars, Memorandum Orders and related issuances inconsistent with any of the provision of this circular are hereby repealed or modified accordingly.

This Circular shall take effect immediately.


MA. ANA R. OLIVEROS

President

February 01, 2016