



100% Personal Loan Guarantee Scheme (Loans for affected Landlords)

A government loan that aims to help provide financial assistance for customers impacted by the Temporary Protection Measures for Business Tenants (COVID-19 Pandemic) Ordinance

The 100% Personal Loan Guarantee Scheme (Loans for affected Landlords), introduced by HKMC Insurance Limited (HKMCI), is designed to help landlords who are affected by the Temporary Protection Measures for Business Tenants (COVID-19 Pandemic) Ordinance (the “Ordinance”) (Chapter 644 of the Laws of Hong Kong).

Preferential interest rates

Preferential interest rate for 100% Personal Loan Guarantee Scheme (Loans for affected Landlords):

Loan amount between HKD5,000 – HKD100,000	Monthly flat rate (APR%*)	Monthly repayment amount for every HKD10,000 borrowed (based on a loan tenor of 60 months and monthly flat rate of 0.001%)
With 6-month principal repayment holiday	0.001% (0.02%)	For the first 6 months: HKD0.10 From the 7 th month onwards: HKD185.30
Without 6-month principal repayment holiday	0.001% (0.03%)	HKD166.80

*As an illustration, the monthly repayment amount and the Annualised Percentage Rate (APR) are calculated based on 60-month repayment period and loan amount of every HKD10,000. The monthly repayment amount is rounded up to 1 decimal place. The APR is calculated using method specified in relevant guidelines issued by The Hong Kong Association of Banks, and is rounded up or down to the nearest 2 decimal places. An APR is a reference rate, which includes all applicable interest rates, fees and charges of the product, expressed as an annualised rate. Please note that the actual monthly repayment amount may differ. Customers can refer to the loan confirmation letter for actual related information.

Features

- ✓ Maximum loan amount is 3 times the aggregate monthly rent receivable by the applicant from tenants protected by the Ordinance or HKD100,000, whichever is lower*
- ✓ Enjoy a 6-month principal repayment holiday*
- ✓ Receive a full rebate of the interest upfront upon loan drawdown*

* Subject to relevant terms and conditions

Eligibility

To apply for a loan pursuant to the eligibility criteria in relation to Loans for Landlords affected by the Ordinance under the 100% Personal Loan Guarantee Scheme, you must be a Hong Kong resident:

- who is an existing HSBC customer
- holding a valid Hong Kong identity card
- who is at least 18 years old
- who is a legal and beneficial owner of the premises (the "Premises") which are used wholly or primarily as "specified premises" (please refer to the application form for details of the list of specified premises)
- being a landlord living off rental incomes of the Premises and 20% or more of the rent has not been paid by the tenant for at least one month during the period beginning on 1 January 2022 and ending on the earlier of 31 July 2022 or the date of the loan application
- who was or has been barred from taking or continuing to take relevant action in respect of the tenant's failure to pay the rent for the Premises in compliance with the tenancy pursuant to provisions under the Ordinance
- who has not entered into any written forbearance agreement during the period beginning on 1 May 2022 and ending on the earlier of 31 July 2022 or the date of the loan application, in respect of the amount that is to be paid as rent or the time when any rent is payable in relation to the Premises
- who is not a borrower of or personal guarantor for any loan or credit facility guaranteed under the SME Financing Guarantee Scheme administered by HKMC Insurance Limited (HKMCI)

Product information

Terms and Conditions for Loan under 100% Personal Loan Guarantee Scheme [PDF]

<https://www.hsbc.com.hk/content/dam/hsbc/hk/docs/loans/personal-loan-guarantee-scheme/terms-and-conditions.pdf>

Key Facts Statement for 100% Personal Loan Guarantee Scheme (Loans for affected Landlords) [PDF]

<https://www.hsbc.com.hk/content/dam/hsbc/hk/docs/loans/personal-loan-guarantee-scheme/key-facts-statement-for-installment-loan.pdf>

Data Privacy Notice (the Notice relating to the Personal Data (Privacy) Ordinance)

<https://www.hsbc.com.hk/loans/campaigns/personal-data-privacy-ordinance/>

Personal Information Collection Statement of the HKMC Group [PDF]

Documents required

1. HKID card

- A copy of your valid HKID card

2. Proof of your latest residential address

- Proof of your latest residential address in your name (valid within 3 months from the time of your application), e.g. utility bills, government rent or rates demand note, a copy of the tenancy agreement or rental receipt, any correspondence issued by any government department (e.g. a tax demand note issued by the Inland Revenue Department) or any public bodies to you; or
- If you are only able to provide proof of your latest residential address in the name of the other person (e.g. a family member) living with you, please provide a declaration in your loan application explaining the situation and a copy of a bank statement issued to you in such residential address

3. Proof of use of the Premises

- The prevailing tenancy agreement showing the address of the Premises, monthly rental amount, use of the premises (e.g. office and shop), name of the tenant and you as the landlord; and/or any supporting documents, including the receipt of rental deposit signed off by both you and the tenant to demonstrate the tenancy relationship, the names of landlord and tenant and amount of monthly rent; and
- Copies of the tenant's or the occupant's prevailing business registration certificate (BRC) with the address of the Premises shown on the BRC; and
- Documentary proofs to demonstrate that the Premises are used wholly or primarily as "specified premises", including but not limited to recent photos (taken within one month before loan application) of the tenant's or the occupant's business operations in the Premises, the tenant's or occupant's business promotion materials (e.g. product leaflets/menu, website) showing the address of the Premises.

4. Proof of living off rental incomes

- Bank statement(s) or passbook of you for any two months issued between October 2021 and July 2022 (as proof of receipt of rental incomes) and the latest available bank statements or passbook (of the same bank account(s)) of you for two months (between January 2022 and July 2022) issued prior to submission of loan application to demonstrate at least one month during the period beginning on 1 January 2022 and ending on the earlier of 31 July 2022 or the date of application, 20% or more of monthly rent has not been paid by the tenant at the time of loan application.

Notes: HSBC and/or the HKMCI may request you to provide further supporting documents and information to support a loan application, and for HSBC and/or HKMCI to verify documents and information from any source or in any manner as HSBC and/or the HKMCI may choose or deem appropriate.

I Important information

Remarks:

1. Loans will be originated by HSBC based on the relevant eligibility criteria. After loan drawdowns, the loans will be sold and transferred to the HKMC without recourse to HSBC who will provide administration services to the HKMC in relation to the loans.
2. Maximum loan amount is 3 times the aggregate monthly rent receivable by the applicant from tenants protected by the Ordinance for any one month during the period beginning on 1 January 2022 and ending on the earlier of (a) 31 July 2022; and (b) the date of loan application, or HKD100,000 (including previous loans approved for or drawn by the Borrower under the 100% Personal Loan Guarantee Scheme), whichever is lower.
3. A borrower may receive an interest rebate upfront of which rebate is equal to the aggregate amount of interest payable by the Borrower for the whole term of the loan.
4. No handling charge, set up fees or early redemption penalty.