

Q&A
Payment Relief for Real Property Purchases and Lease
Falling Due During the Enhanced Community Quarantine (ECQ) Period

FOR ALL CLIENTS

Q1 : *Who are covered by the payment relief measure? What are the benefits from this?*

Answer : The payment relief measure covers loan payments, payments for purchased properties, and lease payments for corporate and closed bank accounts on current status at the time the National Capital Region was placed under Enhanced Community Quarantine (ECQ). Its benefits include suspension of payment during the quarantine period, one-month extended payment term or grace period for payments due during the ECQ period, and waived penalty charges.

Q2 : *When is the effectivity of the payment relief? If the ECQ is extended, will PDIC also extend the payment relief terms for loan payments?*

Answer: The payment relief will commence on 15 March 2020 and shall be effective for the entire duration of the ECQ period as determined by the President of the Philippines. Thus, if there will be an extension in the ECQ period as may be determined by the President of the Philippines, the effectivity of the payment relief will correspondingly be extended.

Q3 : *I have issued post dated check/s (PDC/s) to pay for my obligation due During the ECQ (i.e., loans, real property purchases, lease). Will PDIC transact this/these PDC/s?*

Answer: No. Knowing fully well that cash intended to fund these checks will be used by clients to cover for their basic and other needs at this time, these checks will not be transacted consistent with the terms of the payment relief. PDC/s will be deposited one month after the lifting of the ECQ period.

FOR PROPERTY BUYERS

Q4 : *I have a downpayment due during the ECQ period for a property purchased with monthly installment due every end of the month. What does "payment is suspended" mean? Until when is the extension for my downpayment? When will the 1st monthly installment be due after I pay the downpayment?*

Answer: Payments due during the ECQ period, including downpayments, will be suspended and there will be an extension of one month from lifting of the ECQ for payment of the amount due. This simply means that the downpayment will not be due until one (1) month after the end of the ECQ period. Supposing that the ECQ is lifted on 13 April 2020, the due date for the downpayment is moved to 13 May 2020 with the 1st monthly installment

due date moved to 31 May 2020, which is the end of the month. All subsequent monthly installment schedules will be moved by one month.

Case No. 1

One (1) year contract to sell from 1 March 2020 to 28 February 2021 with PhP 10,000.00 down payment due on 16 March 2020. Monthly amortization due every 30th of the month

Quarantine period lifted on 13 April 2020

The term of payment is extended for one (1) month which shall commence on the day following the last day of the quarantine period

| New Installment Schedule | | |
|--------------------------|----------------------|---------------------|
| | Installment Due Date | Amount Due (In PhP) |
| Down Payment | 13 May 2020 | 10,000 |
| 1st | 31 May 2020 | 10,000 |
| 2nd | 30 Jun. 2020 | 10,000 |
| 3rd | 30 Jul. 2020 | 10,000 |
| 4th | 30 Aug. 2020 | 10,000 |
| 5th | 30 Sep. 2020 | 10,000 |
| 6th | 30 Oct. 2020 | 10,000 |
| 7th | 30 Nov. 2020 | 10,000 |
| 8th | 30 Dec. 2020 | 10,000 |
| 9th | 30 Jan. 2021 | 10,000 |
| 10th | 28 Feb. 2021 | 10,000 |
| 11th | 30 Mar. 2021 | 10,000 |
| 12th | 30 Apr. 2021 | 10,000 |

Q5 : *I am scheduled to pay for a property purchase through monthly installment during the ECQ period. What does “payment is suspended” mean? Until when is the extension for my payment schedule? Will I incur penalty charges if I do not pay during the ECQ? Will I pay two monthly amortizations after the payment extension?*

Answer: Property buyers paying through monthly installment shall be given an extension of one (1) month to pay without penalty charges. Assuming the ECQ is lifted on 13 April 2020, the extension for payment of the installment shall be until 13 May 2020. There is no need to pay for two monthly installments as subsequent installment schedules will all be moved by one (1) month.

Case No. 2

One (1) year contract to sell from 1 February 2020 to 31 January 2021 with PhP10,000.00 monthly installment payments due every 30th of the month.

2nd Installment due on 30 March 2020

Quarantine period lifted on 13 April 2020

The term of payment is extended for one (1) month which shall commence on the day following the last day of the quarantine period

| New Installment Schedule | | |
|--------------------------|----------------------|---------------------|
| | Installment Due Date | Amount Due (In PhP) |
| 2nd | 13 May 2020 | 10,000 |
| 3rd | 13 Jun. 2020 | 10,000 |
| 4th | 13 Jul. 2020 | 10,000 |
| 5th | 13 Aug. 2020 | 10,000 |
| 6th | 13 Sep. 2020 | 10,000 |
| 7th | 13 Oct. 2020 | 10,000 |
| 8th | 13 Nov. 2020 | 10,000 |
| 9th | 13 Dec. 2020 | 10,000 |
| 10th | 13 Jan. 2021 | 10,000 |
| 11th | 13 Feb. 2021 | 10,000 |
| 12th | 13 Mar. 2021 | 10,000 |

Q6 : *I am currently paying for a property through quarterly/semestral installment during the ECQ period. What does “payment is suspended” mean? Until when is the extension for my payment schedule? Will I incur penalty charges if I do not pay during the ECQ? Will subsequent quarterly/semestral schedules be adjusted?*

Answer: Property buyers paying through quarterly/semestral installment shall be given a one (1) month grace period to pay, without penalty charges from the day of lifting of the ECQ. Assuming the ECQ is lifted on 13 April 2020, the grace period shall commence on 14 April 2020 and shall be until 13 May 2020, when the installment payment shall fall due. There will be no penalty charges if borrowers will pay the amortization due on 13 May 2020.

However, subsequent quarterly/semestral installment schedules will not be adjusted.

Case No. 3 (Quarterly)

One (1) year contract to sell from 1 January 2020 to 31 December 2020 with Php30,000.00 quarterly installment payments due.

1st Installment due on 31 March 2020

Quarantine period lifted on 13 April 2020

The 1st installment may be settled within the one (1) month grace period reckoned from the day immediately following the last day of the quarantine period

| New Installment Schedule | | |
|--------------------------|----------------------|---------------------|
| | Installment Due Date | Amount Due (In PHP) |
| 1st | 13 May 2020 | 30,000 |
| 2nd | 30 Jun. 2020 | 30,000 |
| 3rd | 30 Sep. 2020 | 30,000 |
| 4th | 30 Dec. 2020 | 30,000 |

Case No. 4 (Semestral)

One (1) year contract to sell from 1 October 2019 to 30 September 2020 with Php60,000.00 semestral installment payments due.

1st Installment due on 31 March 2020

Quarantine period lifted on 13 April 2020

The 1st installment may be settled within the one (1) month grace period reckoned from the day immediately following the last day of the quarantine period

| New Installment Schedule | | |
|--------------------------|----------------------|---------------------|
| | Installment Due Date | Amount Due (In PHP) |
| 1st | 13 May 2020 | 60,000 |
| 2nd | 30 Sep. 2020 | 60,000 |

Q7 : *I am currently paying for a property through lump sum payment during the ECQ period. What does “payment is suspended” mean? Until when is the extension for my payment schedule? Will I incur penalty charges if I do not pay during the ECQ?*

Answer: Property buyers currently paying for properties through lump sum payments will be given a one (1) month grace period to pay, without penalty charges. Assuming the ECQ is lifted on 13 April 2020, the grace period shall commence on 14 April 2020, the day following the last day of the ECQ, and shall run for a period of one month or until 13 May 2020, the last day to pay the lump sum payment, without incurring penalty charges.

Case No. 5

One-time cash payment due on 30 March 2020

Quarantine period lifted on 13 April 2020

The payment is due within the one (1) month grace period reckoned from the day immediately following the last day of the quarantine period, in which case the last day of payment will be on 13 May 2020

Q8 : *Can I request for an extension beyond the one-month grace period?*

Answer: The payment relief measure currently provides for a one-month grace period only. Please contact your assigned PDIC accounts officer for this concern once the ECQ is lifted, when PDIC will resume regular operations and the account officers will regain access to buyer records in the office.

Q9 : Will the payment relief be automatically applied to all installment payments, downpayments and lump sum payments for properties, or do we need to apply for it?

Answer: The payment relief applies to all corporate and closed bank accounts on current status, with payments falling due during the ECQ period which commenced on 15 March 2020. There is no need to apply to avail of the payment relief if your account is on current status.

Q10 : Can property buyers from Visayas and Mindanao also avail of the payment relief, even if the ECQ only applies to Luzon?

Answer: Yes. The payment relief covers all corporate and closed bank accounts on current status, with payments falling due during the ECQ period, regardless of the property buyer's location.

Q11 : Can I request for a change in my payment terms (e.g., from monthly installments to quarterly installments)?

Answer: Please contact your assigned PDIC accounts officer for this concern once the ECQ is lifted, when PDIC will resume regular operations and the account officers will regain access to buyer records in the office.

Q12 : Can I request for a sample computation based on my actual installment schedule?

Answer: Yes. Please contact your assigned PDIC accounts officer once the ECQ is lifted, when PDIC will resume regular operations and the account officers will regain access to buyer records in the office.

Q13 : What happens if I still cannot pay the installment payments even after availing of the payment relief?

Answer: Appropriate penalty charges may apply. If installment payments stop altogether, the contract of sale may be rescinded/cancelled.

Q14 : Who should I contact in case I have additional questions?

Answer: You may send an e-mail to the PDIC Public Assistance Department at pad@pdic.gov.ph or send a private message to PDIC's official Facebook account, www.facebook.com/OfficialPDIC.

Once the ECQ is lifted, clients may also contact the PDIC through the following:

- For Metro Manila-based clients, call the Public Assistance Department (PAD) at hotline 8841-4141, during office hours
- For those outside Metro Manila, call the PDIC toll-free number at 1-800-1-888-7342 or 1-800-1-888-PDIC, during office hours
- Visit the PDIC Public Assistance Center at the 3/F SSS Bldg., 6782 Ayala Avenue corner V.A Rufino St., Makati City, during office hours

FOR PROPERTY LESSEES

Q15 : *I have a lease payment due during the ECQ. What does “payment is suspended” mean? Until when is the extension for my payment schedule? Will I incur penalty charges if I do not pay during the ECQ?*

Answer: For lease payments falling due during the ECQ period, the lessees shall be given a grace period of one (1) month to pay the lease, without penalty charges. Assuming, the ECQ is lifted on 13 April 2020, the grace period shall commence on 14 April 2020 and shall be until 13 May 2020, when the lease payment shall fall due. There will be no penalty charges if lessees will pay the lease on 13 May 2020.

One (1) year contract of lease from 1 February 2020 to 31 January 2021 with PhP10,000.00 monthly rental due every 30th of the month

Quarantine period lifted on 13 April 2020

Payment Option No. 1

2nd monthly lease payment due on 30 March 2020 shall be paid within the one (1) month grace period reckoned from the day immediately following the last day of the quarantine period, in which case the last day of payment will be on 13 May 2020, to wit:

| Covered Month | New Due Date | Amount Due (In PhP) |
|---------------|--------------|---------------------|
| Mar. 2020 | 13 May 2020 | 10,000 |
| Apr. 2020 | 30 Apr. 2020 | 10,000 |
| May 2020 | 30 May 2020 | 10,000 |
| Jun. 2020 | 30 Jun. 2020 | 10,000 |
| Jul. 2020 | 30 Jul. 2020 | 10,000 |
| Aug. 2020 | 30 Aug. 2020 | 10,000 |
| Sep. 2020 | 30 Sep. 2020 | 10,000 |
| Oct. 2020 | 30 Oct. 2020 | 10,000 |
| Nov. 2020 | 30 Nov. 2020 | 10,000 |
| Dec. 2020 | 28 Dec. 2020 | 10,000 |
| Jan. 2021 | 31 Jan. 2021 | 10,000 |

Q16 : *Instead of availing of the one-month grace period for my lease payment/s falling due during the ECQ period, can I just pay within the remaining term of the lease contract without penalty charges?*

Answer: Yes.

Payment Option No. 2

Lease payment due on 30 March 2020 shall be paid pro-rata within the 10-month remaining period of the contract of lease, to wit:

| Covered Month | New Due Date | Amount Due (In PhP) |
|---------------|--------------|---------------------|
| Apr. 2020 | 30 Apr. 2020 | 11,000 |
| May 2020 | 30 May 2020 | 11,000 |
| Jun. 2020 | 30 Jun. 2020 | 11,000 |
| Jul. 2020 | 30 Jul. 2020 | 11,000 |
| Aug. 2020 | 30 Aug. 2020 | 11,000 |
| Sep. 2020 | 30 Sep. 2020 | 11,000 |
| Oct. 2020 | 30 Oct. 2020 | 11,000 |
| Nov. 2020 | 30 Nov. 2020 | 11,000 |
| Dec. 2020 | 28 Dec. 2020 | 11,000 |
| Jan. 2021 | 31 Jan. 2021 | 11,000 |

Q17 : *Will the payment relief automatically apply to all leased properties, or do we need to apply for it?*

Answer: The payment relief applies to all corporate and closed bank properties under lease, with lease payments on current status, with payments falling due during the ECQ period which commenced on 15 March 2020 when the National Capital Region was placed under ECQ. Hence, there is no need to apply to avail of the payment relief.

Q18 : Can lessees in Visayas and Mindanao also avail of the payment relief, even if the ECQ only applies to Luzon?

Answer: Yes. The payment relief covers all corporate and closed bank properties under lease, with lease payments on current status, with payments falling due during the ECQ period, regardless of the lessee's location.

Q19 : Who should I contact in case I have additional questions?

Answer: You may send an e-mail to the PDIC Public Assistance Department at pad@pdic.gov.ph or send a private message to PDIC's official Facebook account, www.facebook.com/OfficialPDIC.

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