

Public Administration Circular : 15/2007(IV)

My No:EST-6/LOANS/04/1040  
Ministry of Public Services  
Provincial Councils and Local Government  
Independence Square  
Colombo 07.

15.12.2020

Secretaries to Ministries  
Secretaries of State Ministries  
Chief Secretaries of Provinces  
Heads of Departments

### **Provision of Property and vehicle loans for Public Servants through Banks**

Your attention is hereby drawn to Public Administration Circular 15/2007 dated 12.06.2007, Public Administration Circular 15/2007(I) dated 18.11.2009, Public Administration Circular 15/2007(II) dated 26.12.2014 and Public Administration Circular 15/2007(III) dated 29.09.2015 issued on the above matter .

02. Accordingly the interest rates to be recovered for property loans already obtained from 15.06.2007, on which Public Administration Circular 15/2007 came in to effect, up to now subject to the provisions of Public Administration Circular 15/2007, 15/2007(I), 15/2007(II), and 15/2007(III) and for the loans granted in due course, shall be revised to be effective from 01.01.2021 in the following manner.

Amount of the loan (Rs)	The percentage of interest to be paid by the officer	The percentage of interest to be paid by the Government	The percentage of total interest to be paid to the bank
Property loans			
Up to 500,000	3.0%	5.5%	8.5%
From 500,001 up to 1,000,000	6.0%	2.5%	8.5%
From 1,000,001 up to 3,000,000	7.0%	2.0%	9.0%
Vehicle loans			
Recovery of interest for vehicle loans	Shall be recovered in the previous manner.		

03. This circular is issued with the concurrence of the General Treasury.

Sgd/ J.J. Rathnasiri  
Secretary  
Ministry of Public Services,  
Provincial Councils and Local Government