

Public Administration Circular : 30/2008

My No. EST-7/LOANS/03/0206  
Ministry of Public Administration  
and Home Affairs  
Independence Square  
Colombo – 07

31 December, 2008

Secretaries to Ministries  
Chief Secretaries of Provincial Councils and  
Heads of Departments

**Section 10 Chapter XXIV**  
**of the Establishments Code - Distress Loans**

Your attention is drawn to the Public Administration Circular No: 06/2007 dated 20.04.2007 issued on the above subject.

02. The amount of maximum distress loan entitled to an officer has been limited to Rs.250,000/- so that loans could be granted to more employees as per the Budget Proposals of 2009. Accordingly, the maximum loan entitlement should be Rs.250, 000/- when granting the distress loans in terms of the provisions of the above circular.

03. In terms of the above provisions, consolidated salary of ten months drawn by the officer or a sum of Rs.250,000/- , whichever is less, should be paid as the distress loan.

04. These provisions will be implemented with effect from 01.01.2009. and the other instructions given in the above circular will remain unchanged.

05. This Circular is issued with the concurrence of the General Treasury.

Sgd./ D. Dissanayake  
Secretary  
Ministry of Public Administration  
and Home Affairs