

CIRCULAR NO. 94/2020

DATE: 6 MAY 2020

NO ADDITIONAL CHARGE ON HIRE PURCHASE LOANS (CONVENTIONAL AND SHARIAH)

Reference is made to the [PRESS RELEASE BY THE MINISTRY OF FINANCE DATED 6 MAY 2020](#).

The Ministry of Finance announced that after consultations with the banking sector, it has been decided that the six-month moratorium for hire-purchase loans (both conventional and Shariah) will not result in accrued interest.

The total sum of the monthly hire-purchase installments would remain the same for the borrower during the entire loan period, no additional charges will be incurred.

The borrower will need to continue with the installment payment as usual based on the terms of the agreement with their respective banks, including an additional 6 months for the entire financing schedule if they opt for the moratorium.

Further information could be obtained from their respective banks.

Thank you.

ST GIAM
Executive Director
stgiam@mpma.org.my