

# LOAN FUND

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## Memorandum Note

On 1 April 1990, the Legislative Council established the Loan Fund by Resolution to assume the functions of the Development Loan Fund and the Student Loan Fund. The Development Loan Fund had been used to finance development schemes in Hong Kong through loans and advances. The Student Loan Fund had been used to finance loans to students at selected post-secondary institutions. The Resolution provides, inter alia, that —

- (a) the Fund be administered by the Financial Secretary who may delegate his power of administration to other public officers;
- (b) there be credited to the Fund —
  - (i) such appropriations from general revenue as may be approved by the Legislative Council for the purpose of the Fund;
  - (ii) all sums received by way of repayment of any loan or advance made from the Fund under sub-paragraph (c) below;
  - (iii) all sums received by way of interest or dividend on any loan or advance made from the Fund under sub-paragraph (c) below and any sum invested under sub-paragraph (e) below;
  - (iv) all sums received from the sale or other disposal of all or part of any investment made under sub-paragraph (e) below; and
  - (v) all such other sums as may be received for the purpose of the Fund;
- (c) the Financial Secretary may expend moneys from the Fund for the purpose of —
  - (i) meeting the liabilities assumed under the terms and conditions already approved as at 31 March 1990 by the Finance Committee; and
  - (ii) granting loans and advances to such persons as may be approved by the Finance Committee, in accordance with such terms and conditions as may be specified by the Finance Committee;
- (d) the Director of Accounting Services shall, under the authority of a funds warrant issued by the Financial Secretary, pay from the Fund such sums as may be required to meet expenditure from the Fund;
- (e) the Financial Secretary may, in his discretion, authorise the investment of moneys forming the unexpended balance held in the Fund at any time in interest-bearing securities in such manner as he may determine; and
- (f) the Financial Secretary may from time to time transfer from the Fund to the general revenue any balance held in the Fund which is not in his opinion reasonably required for the purpose of the Fund.

2 The revised loan payments for 2000–01 are estimated at \$5,839,163,000. The loan payments for 2001–02 are estimated at \$9,421,597,000.

3 The revised loan repayments and other receipts for 2000–01 are estimated at \$3,588,135,000. The loan repayments and other receipts for 2001–02 are estimated at \$8,232,051,000.

4 The following notes supplement the estimates of payments and receipts in respect of the approved projects.

### Head 251—Housing

#### *Hong Kong Housing Society*

5 Government provided loans totalling \$146,019,000 to the Housing Society for the completed housing schemes and charged interest on the outstanding balance at either 3.5% or 5% per annum. These loans are repayable over forty years from the respective date of completion of each scheme. From July 1974 to January 1988, the Finance Committee approved two separate loans at 5% per annum and another two interest-free loans totalling \$390,800,000 to the Housing Society for the development of different public housing projects. These loans are repayable over periods ranging from seven to 40 years. The total value of approved loans to the Housing Society for these housing schemes is \$536,819,000 against which \$536,818,000 has been drawn down and no further drawdown is expected. By 31 March 2001, the Housing Society is expected to have repaid \$383,690,000. In 2001–02, the estimated repayment is \$31,917,000, bringing the total repayments to \$415,607,000.

6 On 8 July 1994, the Finance Committee approved a commitment of \$7,000,000,000 to provide a loan to the Housing Society to pay land premia for eight Sandwich Class Housing sites. Interest on the loan is at 5% per annum and is capitalised until completion and sale of the flats on the sites. Of this approved loan, \$6,515,350,000 had been drawn by 31 March 1996. With the undrawn balance from the first loan, on 19 July 1996 the Finance Committee approved an increase in the approved commitment by \$6,900,000,000 to \$13,900,000,000 to provide a further loan of \$7,400,000,000 in respect of the land premia for another seven Sandwich Class Housing sites. The terms and conditions were the same as for the loan approved on 8 July 1994. Of this second loan, \$1,208,980,000 had been drawn by 31 March 1997. No further drawdown is expected. By 31 March 2001, the Housing Society is expected to have repaid \$7,816,263,000, including capitalised interest. In 2001–02, a further \$1,490,728,000 will be repaid, bringing the total repayment to \$9,306,991,000.

7 On 3 February 1997, the Finance Committee approved a commitment of \$1,380,000,000 to provide the Housing Society with interest-free funding to make loans under the extended Sandwich Class Housing Loan Scheme whereby low interest loans are granted to eligible applicants to assist them in buying their own homes. The Housing Society had

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fully drawn down the commitment by 31 March 1998. On 14 April 1999, the Housing Society returned the unspent balance of \$927,000,000 to the Government. The Housing Society is required to repay to the Government annually all sums received from the borrowers. No repayment is expected from the Housing Society until the year 2002–03.

**8** On 9 January 1998, the Finance Committee approved a commitment of \$18,000,000,000 to provide the Housing Society with interest-free funding to make loans under the Home Starter Loan Scheme whereby low interest loans are granted to eligible first-time home buyers to purchase their own homes. Of this approved loan, \$10,200,000,000 is expected to be drawn by 31 March 2001. In 2001–02, the estimated drawdown is \$3,500,000,000. Under the condition of the Loan Agreement, the Housing Society is required to repay to the Government annually all sums received from the borrowers less reasonable expenses. No repayment is expected in 2000–01 and the estimated repayment in 2001–02 is \$82,269,000.

### *Local government officers*

Loans 3.5% to 5% p.a.

**9** The loan scheme for the Co-operative Housing Scheme for government officers started in 1952. Under this scheme, eligible government officers who formed a co-operative building society could obtain land at one-third the full market value and a building loan to enable them to construct blocks of flats. The loans are repayable over 20 years at an interest of 5% per annum (3.5% before August 1960). The total value of approved loans for this scheme is \$179,800,000, against which \$179,767,000 had been drawn by 31 March 1982. No further drawdown is expected. By 31 March 2001, the estimated cumulative repayments are \$173,631,000. The estimated repayments in 2001–02 are \$653,000.

Loans to members of co-operative building societies and underlessees of government-built housing schemes

**10** The Finance Committee approved a project estimate of \$60,000,000 in 1986 for granting loans to members of co-operative building societies and underlessees of government-built housing schemes who have dissented from the majority decision to dissolve their societies or schemes to meet part of their financial commitments in effecting the transfer of title of flats and land to them. The loans are repayable over five years by equal instalments of principal and interest on the reducing balance. Under a new approach effected since January 1993, dissenting members will be allowed to remain in their flats without taking title, and are therefore not eligible for the loan. However, dissenting members of those societies whose applications for transfer of title were submitted before January 1993 and dissenting underlessees of government-built housing schemes which are not covered by the new approach remain eligible for the loan. The revised estimates for loan payments and repayments for 2000–01 are \$1,000,000 and \$42,000 respectively. In 2001–02, it is expected that \$1,000,000 and \$260,000 will be drawn down and repaid respectively.

### *Hong Kong Settlers Housing Corporation Ltd.*

**11** On 23 September 1959, the Finance Committee approved a commitment of \$10,000,000 to provide a loan to the Hong Kong Settlers Housing Corporation Ltd. for the development of a low cost housing scheme at Tai Hang Sai. The loan is repayable by 40 equal annual instalments. Interest is payable on the outstanding balance at 5% per annum. The loan had been fully drawn by the Corporation by 31 March 1980. By 31 March 2001, the Corporation is expected to have repaid \$2,737,000. The estimated repayment in 2001–02 is \$220,000.

### *Housing assistance for civil servants*

**12** On 11 February 1981, the Finance Committee approved a project estimate of \$400,000,000 to provide downpayment loans and housing loans under the civil service housing benefits schemes. From December 1985 to January 1989, the project estimate was increased several times to \$2,137,000,000 to cover additional requirements. On 13 July 1990, 9 June 1995, and 7 May 1999, the Finance Committee approved increases in the project estimate by \$4,553,000,000, \$2,123,000,000 and \$1,625,000,000 respectively to \$10,438,000,000 for servicing loans under the Home Purchase Scheme, the Home Financing Scheme and the Housing Loan Scheme. All the above loans are repayable with interest.

**13** As at 31 March 2000, the amount of outstanding loans recoverable from civil servants was \$8,586,798,000. The revised estimates of loan payments and repayments for 2000–01 are \$959,930,000 and \$1,267,684,000 respectively. The amount of outstanding loans recoverable as at 31 March 2001 is estimated to be \$8,279,044,000. As for 2001–02, the estimates of loan payments and repayments are \$1,303,872,000 and \$1,355,156,000 respectively. The estimated amount of outstanding loans as at 31 March 2002 is \$8,227,760,000.

### *Housing loans to Hong Kong Institute of Education staff*

**14** On 28 June 1996, the Finance Committee approved a commitment of \$30,000,000 for housing loans to eligible ex-Education Department lecturing staff who have transferred to the Hong Kong Institute of Education (HKIEd). Under the bridging-over arrangements for civil servants on transfer to the HKIEd, lecturing staff on Master Pay Scale points 22 to 33 may retain their eligibility for the Home Purchase Scheme, including the downpayment loan. The loans shall be repayable by monthly instalments of principal and interest over a maximum period of ten years in the same way as those for civil servants. By 31 March 2001, the estimated cumulative drawdowns and repayments are \$5,201,000 and \$4,198,000 respectively. In 2001–02, the estimated drawdown and repayments are \$1,011,000 and \$138,000 respectively.

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### Head 252—Loans to Schools/Teachers

#### *Loans to schools*

**15** Consequent upon the abolition of ‘tong fai’ and similar charges in junior secondary forms of aided and private non-profit-making schools approved on 9 May 1979, no new loans have been granted to these schools since 1 September 1979. Repayment of all outstanding loans for these schools has been waived. Loans to other schools are still subject to repayment. The approved project estimate was \$222,086,000, against which loans totalling \$221,488,000 have been drawn and no further drawdown is expected. By 31 March 2001, it is expected that \$207,871,000 will have been repaid and, in 2001–02, the estimated repayments are \$3,075,000.

#### *Loans to schools in the Bought Place Scheme*

**16** On 12 July 1991, the Finance Committee approved a commitment to provide loans up to a total of \$490,000,000 to existing schools in the Bought Place Scheme (BPS) housed in rented accommodation for acquiring permanent school premises and converting their special room facilities to bring them up to aided school standards. Under the Scheme, a BPS school which has secured a government loan will not be required to repay the loan as long as it remains in the BPS. However, if it ceases operation during the BPS stage or leaves the BPS, it may be required to repay the loan with interest. Loans totalling \$293,064,000 are expected to have been drawn by 31 March 2001 and the estimated drawdown in 2001–02 is \$724,000. No repayments are expected in 2000–01 and 2001–02.

#### *Loans to schools in the Direct Subsidy Scheme*

**17** On 12 July 1991, the Finance Committee approved a commitment of \$36,760,000 to provide an interest-free loan to the Chinese International School to meet part of the construction cost of a new school building at Braemar Hill, Hong Kong. The loan is repayable over a period of ten years from 1992. On 5 March 1993, the Finance Committee approved a commitment of \$20,225,000 to provide an interest-free loan to the German Swiss International School to meet part of the construction cost of its extension block at Guildford Road, Hong Kong. The loan is repayable over a period of ten years from 1994. On 16 April 1993, the Finance Committee approved a commitment of \$45,207,000 to provide an interest-free loan to the Hong Kong International School to meet part of the construction cost of its extension project at Tai Tam, Hong Kong. The loan is repayable over a period of ten years from 1996. On 24 May 1996, the Finance Committee approved a commitment of \$79,769,000 to provide an interest-free loan to the French International School to meet part of the construction cost of its extension project at Blue Pool Road, Hong Kong. The loan is repayable over a period of ten years from 2000. The total approved commitment is therefore \$181,961,000. The loans have been fully drawn down. By 31 March 2001, it is expected that \$80,110,000 will have been repaid. The estimated repayments in 2001–02 are \$18,196,000.

#### *Loans to non-profit-making international schools*

**18** On 17 January 1997, the Finance Committee approved a commitment of \$66,591,000 to provide an interest-free loan to the Canadian International School to meet part of the construction cost of a new school building at Nam Long Shan Road, Hong Kong. The loan is repayable over a period of ten years with the first instalment due one year after the loan is drawn down. On 20 June 1997, the Finance Committee approved a commitment of \$44,800,000 to provide an interest-free loan to the Hong Kong Japanese International School Limited to meet the capital cost of a new school building in Tai Po Kau, N.T. The loan is repayable over a period of ten years with the first instalment due one year after the loan is drawn down. On 26 November 1999, the Finance Committee approved a commitment of \$77,000,000 to provide an interest-free loan to the Australian International School Foundation Limited to meet part of the construction cost of a new school building at Kowloon Tong. The loan is repayable over a period of ten years with the first instalment due one year after the loan is drawn down. The total approved commitment is therefore \$188,391,000 of which \$111,391,000 had been drawn down and \$15,054,000 repaid by 31 March 2001. The estimated drawdown and repayments for 2001–02 are \$77,000,000 and \$11,139,000 respectively.

#### *Slope improvement loan scheme for private schools*

**19** On 25 June 1999, the Finance Committee approved a commitment of \$100,000,000 to provide loans to private schools for upgrading their sub-standard slopes under their maintenance responsibility as required by Dangerous Hillside Orders served by the Building Authority under section 27A of the Buildings Ordinance. The loans are offered on a non-means-tested basis. Loans to non-profit-making private schools will be interest-free whereas those to profit-making private schools will bear interest at the “no-gain-no-loss” rate. The loans will normally be repayable with interest, where applicable, by instalments within a period of up to 60 months. This may be extended to a maximum of 120 months where justified. The first instalment will become due one month after the final drawdown of the loan.

**20** The loan scheme operates on a revolving basis. There was no outstanding loan as at 31 March 2000. In 2000–01, the estimated drawdowns are \$3,516,000 and no repayment is expected. The estimated drawdowns and repayments for 2001–02 are \$29,136,000 and \$3,155,000 respectively. The estimated amount of outstanding loans as at 31 March 2002 is \$29,497,000.

#### *Loans to teachers in training*

**21** The Student Finance Assistance Scheme (SFAS) provided loans to eligible students at the then Colleges of Education including the Hong Kong Technical Teachers’ College before the 1994/95 academic year. Loans are

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normally repayable over a period of four years after the students leave the institutions. With effect from the 1990/91 academic year, loans made under this scheme are repayable at an interest rate of 2.5% per annum. Loans totalling \$77,076,000 have been drawn. Repayments of \$76,916,000 are expected to have been received by 31 March 2001 and the repayments in 2001–02 are estimated at \$127,000.

22 In 1994–95, the Colleges of Education and the Institute of Language in Education were merged to form the Hong Kong Institute of Education (HKIEd), and the Local Student Finance Scheme was extended to cover students of the HKIEd attending eligible courses with effect from the same year. Loans to the students concerned have since been provided for under Head 254—Loans to Students.

### Head 254—Loans to Students

*Students of the universities, the Hong Kong Institute of Vocational Education, Prince Philip Dental Hospital, Hong Kong Institute of Education and Hong Kong Academy for Performing Arts*

23 The Local Student Finance Scheme (LSFS) provides financial assistance to eligible full-time students of publicly-funded institutions, i.e. University Grants Committee (UGC) - funded institutions, the Hong Kong Institute of Vocational Education (IVE) of the Vocational Training Council, the Hong Kong Academy for Performing Arts, and the Dental Technology Course at the Prince Philip Dental Hospital.

24 The LSFS, which is a means-tested scheme, provides assistance to students in need in the form of grants and/or loans. The loan element is intended to help towards students' living and personal expenses. The maximum loan for each student has reduced from \$35,100 in the 1999/2000 academic year to \$33,450 in the 2000/01 academic year. The loans, which are interest-bearing at 2.5% per annum as from the commencement of repayment, are normally repayable over a period of five years after the students' graduation or termination of studies.

### *Non-means-tested loan scheme*

25 The Non-means-tested Loan Scheme (NLS) was introduced in 1998 to complement the Local Student Finance Scheme (LSFS) and to ensure that no qualified student will be denied access to tertiary education because of lack of means. It provides financial assistance in the form of loans for tuition fees to eligible students of publicly-funded institutions (i.e. UGC-funded institutions, the Hong Kong Institute of Vocational Education of the Vocational Training Council, the Hong Kong Academy for Performing Arts, and the Dental Technology Course at the Prince Philip Dental Hospital), full-time students of the Hong Kong Shue Yan College and students of the Open University of Hong Kong.

26 Eligible students may obtain a loan under the NLS up to the maximum amount of their tuition fees payable. Students who receive financial assistance under the LSFS may apply for loans under the NLS up to the difference between the maximum financial assistance under the LSFS and the amount of financial assistance they may receive under the LSFS, subject to the NLS loan maximum (equivalent to the tuition fees payable) not being exceeded. Students who fail to obtain assistance or do not wish to apply under the LSFS may instead obtain a NLS loan up to the maximum amount of their tuition fees payable.

27 With effect from the 2000/01 academic year, the scope of NLS has been extended to cover students pursuing self-financing, local award-bearing programmes offered by public-funded institutions, and persons pursuing continuing and professional education courses provided in Hong Kong by registered schools, non-local universities and professional and recognised training bodies. The expansion is aimed to promote life-long learning and constant self-advancement.

28 The NLS operates on a full-cost-recovery basis. Borrowers have to pay interest on the outstanding balance of the loan at the Government's no-gain-no-loss rate which is set at 2% below the average best lending rate of the note-issuing banks, plus a 1.5% risk-adjusted factor which seeks to cover the Government's risk in disbursing unsecured loans. An administrative fee is chargeable for each application and annually thereafter until the NLS loan is fully repaid.

### *Students of approved post-secondary colleges*

29 The Student Finance Assistance Scheme provides loans to eligible students of the Hong Kong Shue Yan College. The maximum level of a loan to these students was reduced from \$18,800 in the 1999/2000 academic year to \$18,100 in the 2000/01 academic year. The loans are repayable over a period of four years after the students leave the college. Since the 1991/92 academic year, the interest rate of these loans has been fixed at 2.5% per annum.

### *Hong Kong students in the United Kingdom*

30 The former Hong Kong/United Kingdom Governments Joint Funding Scheme provides financial assistance to eligible Hong Kong students of first degree or Higher National Diploma courses in the United Kingdom. Financial assistance under the scheme is subject to means-testing and is in the form of grants and loans. Loans under this scheme are normally repayable over a period of five years after the students' graduation or termination of studies.

31 The scheme is being phased out as from the 1994/95 academic year. A small number of eligible Hong Kong students who have been studying in the United Kingdom since the 1993/94 academic year and have not yet completed their courses in the 2000/01 academic year due to reasons beyond their control will continue to be eligible for the awards until the completion of their existing diploma or first degree courses.

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**32** As at 31 March 2000, loans totalling \$7,281,218,000 under the schemes mentioned in paragraphs 23 to 31 above had been paid and repayments totalling \$2,869,312,000 had been received. The revised estimates of loan payments and repayments for 2000–01 are \$1,146,086,000 and \$776,922,000 respectively. The estimated outstanding balance of loans recoverable as at 31 March 2001 is \$4,781,070,000. The estimates of loan payments and repayments for 2001–02 are \$1,196,649,000 and \$897,398,000 respectively. The estimated outstanding balance of loans recoverable as at 31 March 2002 is therefore \$5,080,321,000.

### **Head 255—Interest-free loans to employees injured at work and dependants of employees who die as a result of work-related accidents**

#### *Loans to employees injured at work and dependants of deceased employees*

**33** On 2 July 1993, the Finance Committee approved a revolving fund with a project estimate of \$10,000,000 to provide temporary relief in the form of interest-free loans of up to \$15,000 each to employees injured at work and to dependants of employees who die as a result of work-related accidents. The loans are normally repayable in four equal quarterly payments after the relevant employees' compensation claims have been settled. The amount of outstanding loans as at 31 March 2000 was \$1,898,000. The revised estimates of drawdowns and repayments in 2000–01 are \$972,000 and \$667,000 respectively. The estimated drawdowns and repayments in 2001–02 are \$1,200,000 and \$737,000 respectively. The estimated amount of outstanding loans as at 31 March 2002 is \$2,666,000.

### **Head 256—Interest-free loans for starting up Occupational Deafness Compensation Scheme**

#### *Loan to Occupational Deafness Compensation Board*

**34** On 28 April 1995, the Finance Committee approved an interest-free loan of \$115,000,000 to the Occupational Deafness Compensation Board for starting up the Occupational Deafness Compensation Scheme. The Board had drawn the full amount of \$115,000,000 by 31 March 1998. The loan is repayable in nine annual instalments starting from 1997–98. The first eight instalments are \$13,000,000 each and the balance of \$11,000,000 is to be paid in the last instalment. The cumulative repayment by 31 March 2001 is estimated at \$52,000,000. In 2001–02, the estimated repayment is \$13,000,000.

### **Head 257—Employees Compensation Assistance Fund**

#### *Bridging loan to Employees Compensation Assistance Fund Board*

**35** On 16 June 2000, the Finance Committee approved the provision of a bridging loan of up to \$60,000,000 to the Employees Compensation Assistance Fund Board to assist its cashflow up to the end of July 2001. The loan is repayable in six equal annual instalments starting from 1 August 2001. Interest is charged on the outstanding balance of the loan at a rate determined by the Government based on the 'no-gain-no-loss' principle. No drawdown is expected in 2000–01. The estimated drawdown and repayment in 2001–02 are \$60,000,000 and \$10,000,000 respectively.

### **Head 262—Primary Products**

#### *Fisheries loans*

**36** The Fisheries Development Loan Fund is a revolving fund established in January 1960 with a project estimate of \$2,000,000 from the Development Loan Fund to provide loans at 6% per annum to promote fishing in middle and distant waters. The approved commitment for this fund was increased to \$5,000,000 in December 1961, \$7,000,000 in October 1984 and \$100,000,000 in November 1997. Loans are to be repaid by instalments according to a quarterly repayment pledge. Loan repayments are normally by deduction at a minimum rate of 15% of the proceeds of sale of catches at the wholesale fish markets run by the Fish Marketing Organization and by cash in case the deduction falls short of the quarterly repayment pledge. The amount of outstanding loans as at 31 March 2000 was \$34,629,000. The expected drawdowns in 2000–01 and 2001–02 are \$14,500,000 and \$12,000,000 respectively. The estimated repayments for the same periods are \$3,518,000 and \$5,036,000 respectively. The estimated amount of outstanding loans as at 31 March 2002 is \$52,575,000.

#### *Kadoorie Agricultural Aid Loan Fund-livestock waste control scheme*

**37** On 16 March 1988, the Finance Committee approved a commitment of \$46,700,000 to the Kadoorie Agricultural Aid Loan Fund (KAALF) to enable it to provide loans, at interest rates determined by the KAALF Committee, to livestock farmers for installing waste treatment facilities in compliance with the requirements of the Waste Disposal Ordinance (Cap. 354) and the Waste Disposal (Livestock Waste) Regulations. On 10 December 1993, the Finance Committee approved an increase in the commitment by \$33,800,000 to \$80,500,000. The KAALF had drawn \$18,780,000 by 31 March 1999 and no further drawdown is expected. It is estimated that by 31 March 2001 the KAALF will have repaid \$15,248,000. In 2001–02, the estimated repayments are \$2,983,000.

#### *Kadoorie Agricultural Aid Loan Fund-loans to poultry farmers*

**38** On 9 January 1998, the Finance Committee approved a commitment of \$80,000,000 to the Kadoorie Agricultural Aid Loan Fund (KAALF) to enable it to provide loans, at an interest rate of 2% per annum, to chicken farmers affected by the poultry slaughter operation due to the avian influenza outbreak. The loans are for the chicken farmers to re-establish their businesses or to upgrade their equipment and facilities for the purpose of improving hygiene on the

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farms. The KAALF had drawn \$14,638,000 by 31 March 2000 and no further drawdown is expected. It is estimated that by 31 March 2001 the KAALF will have repaid \$14,625,000. In 2001–02, the estimated repayments are \$13,000.

### *Kadoorie Agricultural Aid Loan Fund-loans to mariculturists*

**39** On 23 April 1998, the Finance Committee approved a commitment of \$200,000,000 to the Kadoorie Agricultural Aid Loan Fund (KAALF) to enable it to provide loans at an interest rate of 2% per annum to mariculturists affected by the red tide in March and April 1998. The loans are for the mariculturists to re-establish their fish farming businesses. The KAALF had drawn \$130,189,000 by 31 March 2000 and no further drawdown is expected. It is estimated that by 31 March 2001 the KAALF will have repaid \$86,883,000. In 2001–02, the estimated repayments are \$41,946,000.

### *Loans to poultry wholesalers and retailers*

**40** On 9 January 1998, the Finance Committee approved a commitment of \$570,000,000 to provide loans at an interest rate of 2% per annum to poultry wholesalers and retailers who were affected by the avian influenza outbreak. The loans are for the poultry wholesalers and retailers to resume their businesses. Loans totalling \$81,498,000 had been drawn by 31 March 2000 and no further drawdown is expected. It is estimated that by 31 March 2001, \$78,316,000 will have been repaid. In 2001–02, the estimated repayments are \$2,896,000.

### *Fish Marketing Organization Loan Fund-loans to fishermen*

**41** On 25 June 1999, the Finance Committee approved a commitment of \$65,000,000 to the Fish Marketing Organization Loan Fund (FMOLF) to enable it to provide loans, at an interest rate of 3% per annum, to fishermen affected by the fishing moratorium in the South China Sea during June and July 1999. The loans are for the fishermen to maintain and repair their fishing vessels for resumption of fishing operation after the moratorium. The FMOLF had drawn \$46,645,000 by 31 March 2000 and there will be no further drawdown as the loans are made available for 1999–2000 only. It is estimated that by 31 March 2001, the FMOLF will have repaid \$35,304,000. In 2001–02, the estimated repayments are \$11,341,000.

## **Head 264—Development of Industrial Estates - Hong Kong Industrial Estates Corporation**

### *Tseung Kwan O Industrial Estate Loan*

**42** On 16 March 1990, the Finance Committee approved a commitment of \$900,000,000 to provide a loan to the Hong Kong Industrial Estates Corporation to meet the development costs of an industrial estate at Tseung Kwan O. This loan is repayable in seven annual instalments commencing a year after completion of the first phase of the estate in 1997–98. The Corporation will pay interest at 5% per annum on the outstanding balance of the loan with interest incurred during the construction period to be capitalised. The Corporation had drawn \$226,400,000 by 31 March 1993. No further drawdown is expected. By 31 March 2001, the Corporation is expected to have repaid \$126,713,000. The estimated repayment in 2001–02 is \$42,238,000.

## **Head 265—Land Development**

### *Land Development Corporation*

**43** On 15 July 1987, the Finance Committee approved a commitment of \$100,000,000 to provide a loan to the Land Development Corporation for financing the establishment of the Corporation and its initial operation. The loan is to be drawn in tranches and for each tranche drawn, repayment is to be made by 25 equal annual instalments after a grace period of five years. Interest is payable on the outstanding balance at 5% per annum calculated from the date of the drawdown of each tranche. A total of \$31,150,000 had been drawn by the Corporation by 31 March 1989. No further drawdown is expected. By 31 March 2001, the Corporation is expected to have repaid \$9,968,000. The estimated repayment in 2001–02 is \$1,246,000.

## **Head 266—Industry**

### *Hong Kong Productivity Council*

**44** On 18 May 1988, the Finance Committee approved a commitment of \$156,100,000 to provide a loan to the Hong Kong Productivity Council for constructing a special-purpose building to house its present and planned facilities. On 31 May 1989, the Finance Committee approved an additional commitment of \$110,870,000 to the Council, thus bringing the total approved commitment to \$266,970,000. Against this sum, the Council has drawn a total of \$249,425,000. The Council will pay interest on the outstanding balance at the best lending rate quoted from time to time by the three note-issuing banks. Interest incurred during the construction period which ended in December 1990 has been capitalised. The loan and interest thereon are repayable annually over 20 years as from December 1991. By 31 March 2001, the Council is expected to have repaid \$137,556,000. The estimated repayment in 2001–02 is \$13,025,000.

### *Hong Kong Quality Assurance Agency*

**45** On 8 November 1991, the Finance Committee approved a commitment of \$20,000,000 to provide a loan to the Hong Kong Quality Assurance Agency for expanding its operation to cope with the increasing demand for ISO 9000

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certification from Hong Kong industries. The Agency had drawn the full amount of \$20,000,000 by 31 March 1992 and fully repaid the loan in 2000–01.

### **Head 267—Estate Agents Authority**

#### *Loan to the Estate Agents Authority*

**46** On 13 June 1997, the Finance Committee approved a commitment of \$40,000,000 to provide a loan to the Estate Agents Authority for financing its establishment and initial operation. The first drawdown of \$22,000,000 was made in 1997–98 and the second and final drawdown of \$18,000,000 in 1998–99. The loan is repayable in ten equal annual instalments starting from 1999–2000. The Authority will pay interest at 5% per annum on the outstanding loan balance. By 31 March 2001, the Authority is expected to have repaid \$8,000,000. The estimated repayment in 2001–02 is \$4,000,000.

### **Head 268—Fire Safety**

#### *Fire Safety Improvement Loan Scheme*

**47** On 20 March 1998, the Finance Committee approved a commitment of \$200,000,000 to set up the Fire Safety Improvement Loan Scheme (FSILS) to provide loans to assist owners of prescribed commercial premises and specified commercial buildings who are required by the Fire Safety (Commercial Premises) Ordinance (Cap. 502) to upgrade or improve the fire safety of their premises or buildings. The FSILS is a revolving loan facility. Interest on the outstanding balance of the loan is payable at the best lending rate from time to time quoted by the three note-issuing banks and calculated from the date of the drawdown. There was no outstanding loan as at 31 March 2000. The expected drawdowns in 2000–01 and 2001–02 are \$400,000 and \$59,500,000 respectively. The estimated repayments for 2000–01 and 2001–02 are \$64,000 and \$14,709,000 respectively. The estimated amount of outstanding loans as at 31 March 2002 is \$45,127,000.

### **Head 269—Building Safety**

#### *Building Safety Improvement Loan Scheme*

**48** On 20 March 1998, the Finance Committee approved a commitment of \$500,000,000 under the Building Safety Improvement Loan Scheme (BSILS) to provide loans to owners of domestic and domestic/commercial buildings who need financial assistance to participate in the Building Safety Inspection Scheme. The BSILS is a revolving loan facility. Interest is charged on the outstanding balance of the loans at a rate determined by the Government based on the ‘no-gain-no-loss’ principle. The amount of outstanding loans as at 31 March 2000 was \$3,592,000. The expected drawdowns in 2000–01 and 2001–02 are \$12,824,000 and \$40,525,000 respectively. The estimated repayments for the same periods are \$2,113,000 and \$11,713,000 respectively. The estimated amount of outstanding loans as at 31 March 2002 is \$43,115,000.

### **Head 274—Tourism**

#### *International Events Fund*

**49** On 27 March 1998, the Finance Committee approved a commitment of \$100,000,000 to provide a loan to the Hong Kong Tourist Association for the setting up of the International Events Fund to promote international events in Hong Kong. The loan operates on a revolving basis with a credit limit of \$100,000,000 for a period of five years from the date of the first drawdown. The Association will pay interest at 5% per annum on the outstanding amount of the loan. The Association drew down the full amount of \$100,000,000 in 1998–99. No repayment is expected until 2003–04.

#### *Ocean Park Lowland Redevelopment Fund*

**50** On 21 May 1999, the Finance Committee approved a commitment of \$500,000,000 to provide a loan to the Ocean Park Corporation for accelerating the construction of “Adventure Bay” in its Lowland Redevelopment Project. The Corporation will repay the loan in ten annual instalments plus interest at 5% per annum on the outstanding amount of the loan, due on 30 June each year from 2004. There had not been any drawdown as at 31 March 2000. The estimated drawdowns in 2000–01 and 2001–02 are \$26,220,000 and \$112,980,000 respectively.

### **Head 275—Small and Medium Enterprises**

#### *Special finance scheme for small and medium enterprises*

**51** On 31 July 1998, the Finance Committee approved a commitment of \$2,500,000,000 for the establishment of a special finance scheme, which operated on a revolving basis, to provide guarantees for loans or credit facilities extended by recognised lending institutions to small and medium enterprises which were then hard hit by the liquidity crunch in Hong Kong. The maximum amount of the guarantee in each case was either \$2,000,000 or 50% of an approved loan, whichever was the less. On 23 April 1999, the Finance Committee approved an increase in the maximum amount of the guarantee in each case to either \$2,000,000 or 70% of an approved loan, whichever was the less. Under the scheme, the Government placed with a lending institution, on request, a deposit of up to the amount of each guarantee issued. On 12 November 1999, the Finance Committee approved the increase of commitment to \$5,000,000,000 and at the same

## LOAN FUND

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time the revocation of the deposit option for lending institutions. On 8 April 2000, the Government stopped receiving further applications. On 30 September 2000, all outstanding applications were either processed or withdrawn. Placements of deposits and payments of compensation under guarantees in default cases are classified as payments while uplifting of deposits and recoveries of compensation are classified as receipts. The net amount of payments as at 31 March 2000 was \$169,345,000. The estimated payments in 2000-01 and 2001-02 are \$80,000,000 and \$150,000,000 respectively. The estimated receipts for the same periods are \$80,000,000 and \$69,250,000 respectively. The estimated amount of net payments as at 31 March 2002 is \$250,095,000.

### **Head 276—Water Supply**

#### *Loan to the Guangdong Provincial People's Government for water quality improvement project*

**52** On 3 April 1998, the Finance Committee approved a commitment of \$2,364,000,000 to provide an interest-free loan to the Guangdong Provincial People's Government to help finance a works project in Guangdong to improve the quality of water supplied to the Hong Kong Special Administrative Region. The loan will be drawn in eight equal payments and the first drawdown of \$295,500,000 was made in December 1998. By 31 March 2001, it is expected that \$1,182,000,000 will have been drawn down. The estimated drawdowns in 2001-02 are \$591,000,000. The Guangdong Provincial People's Government will repay the loan in 20 annual instalments of \$118,200,000 each starting from the time of commissioning of the water quality improvement project or the year 2003, whichever is the earlier. No repayments are expected in 2000-01 and 2001-02.

### **Additional Commitments**

**53** A sum of \$2,285,000,000 will be required in 2001-02 to allow for additional commitments that may be identified during the course of the year.

**LOAN FUND**  
**(Payments)**

Sub-head (Code)	Approved commitment	Actual expenditure to 31.3.2000	Revised estimate 2000-01	<b>Estimate 2001-02</b>	
	\$ '000	\$ '000	\$ '000	<b>\$'000</b>	
<b>Loans</b>					
<b>Head 251—Housing</b>					
<b>Hong Kong Housing Society</b>					
116	Home starter loan scheme .....	18,000,000	7,200,000	3,000,000	<b>3,500,000</b>
<b>Local government officers</b>					
123	Loans to members of co-operative building societies and underlessees of government-built housing schemes .....	60,000	—	1,000	<b>1,000</b>
<b>Housing assistance for civil servants</b>					
151	Housing loans§ .....	10,438,000	8,586,798	959,930	<b>1,303,872</b>
<b>Housing loans to Hong Kong Institute of Education staff</b>					
161	Housing loans .....	30,000	4,175	1,026	<b>1,011</b>
	<i>Head 251: total</i> .....	<u>28,528,000</u>	<u>15,790,973</u>	<u>3,961,956</u>	<u><b>4,805,883</b></u>
<b>Head 252—Loans to Schools/Teachers</b>					
102	Loans to schools in the Bought Place Scheme ...	490,000	291,375	1,689	<b>724</b>
104	Loans to non-profit-making international schools .....	188,391	111,391	—	<b>77,000</b>
105	Slope improvement loan scheme for private schools§ .....	100,000	—	3,516	<b>29,136</b>
	<i>Head 252: total</i> .....	<u>778,391</u>	<u>402,766</u>	<u>5,205</u>	<u><b>106,860</b></u>
<b>Head 254—Loans to Students</b>					
101	Students of the universities, the Hong Kong Institute of Vocational Education, Prince Philip Dental Hospital, Hong Kong Institute of Education and Hong Kong Academy for Performing Arts .....	—	6,360,003	715,417	<b>725,954</b>
102	Non-means-tested loan scheme .....	—	598,122	412,139	<b>452,194</b>
111	Students of approved post-secondary colleges ..	—	149,669	18,501	<b>18,501</b>
131	Hong Kong students in the United Kingdom....	—	173,424	29	<b>—</b>
	<i>Head 254: total</i> .....	<u>—</u>	<u>7,281,218</u>	<u>1,146,086</u>	<u><b>1,196,649</b></u>

§ The actual expenditure to 31.3.2000 represents the net amount of outstanding loans as at that date.

## LOAN FUND

### (Payments)

Sub-head (Code)	Approved commitment	Actual expenditure to 31.3.2000	Revised estimate 2000-01	Estimate 2001-02	
	\$ 000	\$ 000	\$ 000	\$'000	
<b>Loans</b>					
<b>Head 255—Interest-free loans to employees injured at work and dependants of employees who die as a result of work-related accidents</b>					
101	Loans to employees injured at work and dependants of deceased employees § .....	10,000	1,898	972	<b>1,200</b>
	<i>Head 255: total</i> .....	10,000	1,898	972	<b>1,200</b>
<b>Head 257—Employees Compensation Assistance Fund</b>					
101	Bridging loan to Employees Compensation Assistance Fund Board .....	60,000	—	—	<b>60,000</b>
	<i>Head 257: total</i> .....	60,000	—	—	<b>60,000</b>
<b>Head 262—Primary Products</b>					
101	Fisheries loans § .....	100,000	34,629	14,500	<b>12,000</b>
	<i>Head 262: total</i> .....	100,000	34,629	14,500	<b>12,000</b>
<b>Head 268—Fire Safety</b>					
101	Fire Safety Improvement Loan Scheme § .....	200,000	—	400	<b>59,500</b>
	<i>Head 268: total</i> .....	200,000	—	400	<b>59,500</b>
<b>Head 269—Building Safety</b>					
101	Building Safety Improvement Loan Scheme § ...	500,000	3,592	12,824	<b>40,525</b>
	<i>Head 269: total</i> .....	500,000	3,592	12,824	<b>40,525</b>
<b>Head 274—Tourism</b>					
101	International Events Fund § .....	100,000	100,000	—	—
111	Ocean Park Lowland Redevelopment Fund .....	500,000	—	26,220	<b>112,980</b>
	<i>Head 274: total</i> .....	600,000	100,000	26,220	<b>112,980</b>
<b>Head 275—Small and Medium Enterprises</b>					
101	Special finance scheme for small and medium enterprises § .....	5,000,000	169,345	80,000	<b>150,000</b>
	<i>Head 275: total</i> .....	5,000,000	169,345	80,000	<b>150,000</b>

§ The actual expenditure to 31.3.2000 represents the net amount of outstanding loans as at that date.

## LOAN FUND

### (Payments)

Sub-head (Code)	Approved commitment	Actual expenditure to 31.3.2000	Revised estimate 2000-01	Estimate 2001-02					
	\$ '000	\$ '000	\$ '000	\$'000					
<b>Loans</b>									
<b>Head 276—Water Supply</b>									
101	Loan to the Guangdong Provincial People's Government for water quality improvement project .....	2,364,000	591,000	591,000	<b>591,000</b>				
	<i>Head 276: total</i> .....	2,364,000	591,000	591,000	<b>591,000</b>				
	<b>Additional Commitments</b> .....	—	—	—	<b>2,285,000</b>				
<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 40%;"><b>Total (Payments)</b> .....</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">38,140,391</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">24,375,421</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">5,839,163</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;"><b>9,421,597</b></td> </tr> </table>					<b>Total (Payments)</b> .....	38,140,391	24,375,421	5,839,163	<b>9,421,597</b>
<b>Total (Payments)</b> .....	38,140,391	24,375,421	5,839,163	<b>9,421,597</b>					

**LOAN FUND**  
**(Receipts)**

Sub-head (Code)	Actual receipts to 31.3.2000	Revised estimate 2000-01	Estimate 2001-02	
	\$ '000	\$ '000	\$'000	
<b>Loan repayments</b>				
<b>Head 251—Housing</b>				
<b>Hong Kong Housing Society</b>				
211	Completed schemes .....	114,708	4,996	<b>4,884</b>
212	Urban improvement schemes .....	204,094	22,393	<b>23,513</b>
213	Rural public housing			
	(i) Tui Min Hoi.....	10,100	695	<b>758</b>
	(ii) Sha Tau Kok.....	24,172	2,532	<b>2,762</b>
214	Sandwich class housing .....	7,816,263	—	<b>1,490,728</b>
215	Sandwich class housing loan scheme .....	927,000	—	—
216	Home starter loan scheme .....	—	—	<b>82,269</b>
<b>Local government officers</b>				
221	Loans 3.5 to 5% p.a. ....	173,009	622	<b>653</b>
223	Loans to members of co-operative building societies and underlessees of government-built housing schemes .....	—	42	<b>260</b>
<b>Hong Kong Settlers Housing Corporation Ltd.</b>				
241	Hong Kong Settlers Housing Corporation Ltd. ....	2,528	209	<b>220</b>
<b>Housing assistance for civil servants</b>				
251	Housing loans#.....	—	1,267,684	<b>1,355,156</b>
<b>Housing loans to Hong Kong Institute of Education staff</b>				
261	Housing loans.....	4,175	23	<b>138</b>
	<i>Head 251: total</i> .....	<u>9,276,049</u>	<u>1,299,196</u>	<u><b>2,961,341</b></u>
<b>Head 252—Loans to Schools/Teachers</b>				
201	Loans to schools .....	204,796	3,075	<b>3,075</b>
203	Loans to schools in the Direct Subsidy Scheme .....	61,914	18,196	<b>18,196</b>
204	Loans to non-profit-making international schools .....	4,470	10,584	<b>11,139</b>
205	Slope improvement loan scheme for private schools#.....	—	—	<b>3,155</b>
211	Loans to teachers in training .....	76,311	605	<b>127</b>
	<i>Head 252: total</i> .....	<u>347,491</u>	<u>32,460</u>	<u><b>35,692</b></u>

# Actual receipts to 31.3.2000 are not shown as the item is a revolving loan.

**LOAN FUND**  
**(Receipts)**

Sub-head (Code)	Actual receipts to 31.3.2000	Revised estimate 2000-01	Estimate 2001-02	
	\$ 000	\$ 000	\$'000	
<b>Loan repayments</b>				
<b>Head 254—Loans to Students</b>				
201	Students of the universities, the Hong Kong Institute of Vocational Education, Prince Philip Dental Hospital, Hong Kong Institute of Education and Hong Kong Academy for Performing Arts .....	2,575,700	716,939	<b>816,943</b>
202	Non-means-tested loan scheme .....	31,531	48,462	<b>69,068</b>
211	Students of approved post-secondary colleges .....	93,852	8,154	<b>10,110</b>
231	Hong Kong students in the United Kingdom.....	168,229	3,367	<b>1,277</b>
	<i>Head 254: total</i> .....	<u>2,869,312</u>	<u>776,922</u>	<u><b>897,398</b></u>
<b>Head 255—Interest-free loans to employees injured at work and dependants of employees who die as a result of work-related accidents</b>				
201	Loans to employees injured at work and dependants of deceased employees# .....	—	667	<b>737</b>
	<i>Head 255: total</i> .....	<u>—</u>	<u>667</u>	<u><b>737</b></u>
<b>Head 256—Interest-free loan for starting up Occupational Deafness Compensation Scheme</b>				
201	Loan to Occupational Deafness Compensation Board .....	39,000	13,000	<b>13,000</b>
	<i>Head 256: total</i> .....	<u>39,000</u>	<u>13,000</u>	<u><b>13,000</b></u>
<b>Head 257—Employees Compensation Assistance Fund</b>				
201	Bridging loan to Employees Compensation Assistance Fund Board .....	—	—	<b>10,000</b>
	<i>Head 257: total</i> .....	<u>—</u>	<u>—</u>	<u><b>10,000</b></u>
<b>Head 262—Primary Products</b>				
201	Fisheries loans#.....	—	3,518	<b>5,036</b>
211	Kadoorie Agricultural Aid Loan Fund—livestock waste control scheme.....	8,340	6,908	<b>2,983</b>
212	Kadoorie Agricultural Aid Loan Fund—loans to poultry farmers .....	12,707	1,918	<b>13</b>
213	Kadoorie Agricultural Aid Loan Fund—loans to mariculturists.	13,678	73,205	<b>41,946</b>
221	Loans to poultry wholesalers and retailers .....	70,490	7,826	<b>2,896</b>
231	Fish Marketing Organization Loan Fund—loans to fishermen ...	8,841	26,463	<b>11,341</b>
	<i>Head 262: total</i> .....	<u>114,056</u>	<u>119,838</u>	<u><b>64,215</b></u>

# Actual receipts to 31.3.2000 are not shown as the item is a revolving loan.

**LOAN FUND**  
**(Receipts)**

Sub-head (Code)	Actual receipts to 31.3.2000	Revised estimate 2000-01	Estimate 2001-02	
	\$ '000	\$ '000	\$'000	
<b>Loan repayments</b>				
<b>Head 264—Development of Industrial Estates—Hong Kong Industrial Estates Corporation</b>				
231	Tseung Kwan O Industrial Estate Loan .....	84,475	42,238	<b>42,238</b>
	<i>Head 264: total</i> .....	84,475	42,238	<b>42,238</b>
<b>Head 265—Land Development</b>				
201	Land Development Corporation .....	8,722	1,246	<b>1,246</b>
	<i>Head 265: total</i> .....	8,722	1,246	<b>1,246</b>
<b>Head 266—Industry</b>				
201	Hong Kong Productivity Council —special-purpose building .....	124,531	13,025	<b>13,025</b>
221	Hong Kong Quality Assurance Agency .....	19,534	466	—
	<i>Head 266: total</i> .....	144,065	13,491	<b>13,025</b>
<b>Head 267—Estate Agents Authority</b>				
201	Loan to Estate Agents Authority .....	4,000	4,000	<b>4,000</b>
	<i>Head 267: total</i> .....	4,000	4,000	<b>4,000</b>
<b>Head 268—Fire Safety</b>				
201	Fire Safety Improvement Loan Scheme # .....	—	64	<b>14,709</b>
	<i>Head 268: total</i> .....	—	64	<b>14,709</b>
<b>Head 269—Building Safety</b>				
201	Building Safety Improvement Loan Scheme# .....	—	2,113	<b>11,713</b>
	<i>Head 269: total</i> .....	—	2,113	<b>11,713</b>
<b>Head 275—Small and Medium Enterprises</b>				
201	Special finance scheme for small and medium enterprises# .....	—	80,000	<b>69,250</b>
	<i>Head 275: total</i> .....	—	80,000	<b>69,250</b>
	<i>Loan repayments: total</i> .....	12,887,170	2,385,235	<b>4,138,564</b>

# Actual receipts to 31.3.2000 are not shown as the item is a revolving loan.

## LOAN FUND

### (Receipts)

Sub-head (Code)	Actual receipts to 31.3.2000	Revised estimate 2000-01	Estimate 2001-02
	\$ 000	\$ 000	\$'000
<b>Interest on loans</b> .....	—	777,249	<b>761,974</b>
<b>Surcharges on overdue loan repayments</b> .....	—	2,967	<b>2,967</b>
<b>Interest on deposits and bank balances</b> .....	—	422,684	<b>328,546</b>
<b>Transfer from General Revenue</b> .....	—	—	<b>3,000,000</b>
<b>Total (Receipts)</b> .....	<b>12,887,170</b>	<b>3,588,135</b>	<b>8,232,051</b>

## LOAN FUND

### Movement of the Account

	Actual				Revised Estimate	Estimate
	1996-97	1997-98	1998-99	1999-2000	2000-01	2001-02
	\$m	\$m	\$m	\$m	\$m	\$m
OPENING BALANCE	2,035	1,510	3,207	3,884	8,819	<b>6,568</b>
Expenditure	5,944	2,948	7,856	6,580	5,839	<b>9,422</b>
Revenue	1,919	2,475	2,533	11,515	3,588	<b>5,232</b>
Surplus/(Deficit) before Transfer from GRA	(4,025)	(473)	(5,323)	4,935	(2,251)	<b>(4,190)</b>
Transfer from GRA	3,500	2,170	6,000	—	—	<b>3,000</b>
Surplus/(Deficit) after Transfer from GRA	(525)	1,697	677	4,935	(2,251)	<b>(1,190)</b>
CLOSING BALANCE	1,510	3,207	3,884	8,819	6,568	<b>5,378</b>

### Expenditure Analysis

	Actual				Revised Estimate	Estimate
	1996-97	1997-98	1998-99	1999-2000	2000-01	2001-02
	\$m	\$m	\$m	\$m	\$m	\$m
Loans						
Housing	5,073	1,943	5,757	5,066	3,962	<b>4,806</b>
Loans to Schools/Teachers	—	—	115	80	5	<b>107</b>
Loans to Students	862	962	1,172	899	1,146	<b>1,197</b>
Labour	—	1	1	1	1	<b>61</b>
Primary Products	9	20	232	65	15	<b>12</b>
Estate Agents Authority	—	22	18	—	—	—
Fire Safety	—	—	—	—	—	<b>59</b>
Building Safety	—	—	1	3	13	<b>41</b>
Tourism	—	—	100	—	26	<b>113</b>
Small and Medium Enterprises	—	—	164	170	80	<b>150</b>
Water Supply	—	—	296	296	591	<b>591</b>
Additional Commitments	—	—	—	—	—	<b>2,285</b>
<b>Total Expenditure</b>	<b>5,944</b>	<b>2,948</b>	<b>7,856</b>	<b>6,580</b>	<b>5,839</b>	<b>9,422</b>

## LOAN FUND

### Revenue Analysis

	Actual				Revised Estimate	Estimate
	1996-97	1997-98	1998-99	1999-2000	2000-01	2001-02
	\$m	\$m	\$m	\$m	\$m	\$m
Loan repayments	1,417	1,790	1,800	10,402	2,385	<b>4,139</b>
Interest on loans	374	541	585	886	777	<b>762</b>
Surcharges on overdue loan repayments	1	1	2	3	3	<b>3</b>
Interest on deposits and bank balances	127	143	146	224	423	<b>328</b>
<b>Total Revenue</b>	1,919	2,475	2,533	11,515	3,588	<b>5,232</b>