



Case Illustration of the termination refund mechanism

Case Scenario (3)

1. A single tenant as at application closing date was 72 years old
2. Payment option chosen was 10-year staged payment option
3. Lease agreement terminates on a day immediately after 54 months and 5 days from the commencement date of the lease agreement

Payment Option chosen Full EC under this payment option, say	10-year Staged Payment \$4,242,315.00	(1)
Relevant Period	55 months	
Stipulated Refund Percentage	55.78%	(2)
Gross Refund (before deduction of any outstanding payment) (rounded up to the nearest 2 decimal points)	\$2,366,363.31	(3) = (1) x (2)
<u>Entry Contribution paid in accordance with payment terms</u>		
50% downpayment	\$2,121,157.50	(4)
120 Monthly instalments (rounded up to the nearest dollar), each	17,677.00	
Total monthly instalments paid upon termination	972,235.00	(5)
Total amount of Entry Contribution paid	\$3,093,392.50	(6) = (4) + (5)
Outstanding Entry Contribution payable by the Tenant	\$1,148,922.50	(7) = (1) - (6)
Other outstanding payment including management fee, service fee etc.	\$0.00	(8)
Refund, i.e. (Full Entry Contribution x Stipulated Refund Percentage) <u>less</u> Outstanding Payments	\$1,217,440.81	(9) = (3) - (7) - (8)

Note:

1. The above case illustrations (including all figures and calculations) are for illustration purposes only. The actual amount of Entry Contribution and other sums payable for leasing a residential unit in The Tanner Hill shall always be subject to the final determination by Hong Kong Housing Society based on the terms and conditions of the Lease Agreement. Please refer to the Lease Agreement for details.



2. If there is any conflict or inconsistency between the English version and the Chinese version, the English version shall prevail.