

payment of not less than \$500 and having your monthly payments thereby reduced or the repayment period shortened, but the rate of interest would remain unchanged.

The maximum repayment period is up to 48 months. There are provisions for extending the repayment period should your posting be terminated unexpectedly by your employer and the repayment of the loan would cause financial hardship.

The following sample shows the monthly amount repayable for a typical loan (see Figure 3).

Examples of Monthly Deductions taken from Salary for the Recovery of a Posting Loan		
(Based on a posting co-efficient table of 6% and postings of 2, 3 and 4 years)		
TOTAL LOAN	MONTHLY DEDUCTIONS	
\$10,000	deducted over 24 months =	\$443.22
	deducted over 36 months =	\$304.23
	deducted over 48 months =	\$234.86
\$15,000	deducted over 24 months =	\$664.82
	deducted over 36 months =	\$456.34
	deducted over 48 months =	\$352.28
\$20,000	deducted over 24 months =	\$886.42
	deducted over 36 months =	\$608.45
	deducted over 48 months =	\$469.70
\$24,749	deducted over 24 months =	\$1,096.90
	deducted over 36 months =	\$752.92
	deducted over 48 months =	\$581.24

Figure 3

How and When You May Apply For Your Loan

Applications for posting loans are submitted to SERV and renegotiation of principal and/or interest are submitted to SBM (Geographic Service Section). Application for Loan (FSD 10) TBS 330-30 forms are available from administration at your Mission or from SERV.

SERV can approve the loan application upon receipt of final Posting Confirmation, and the loan cannot be granted more than 90 days before your official departure, as indicated on your Posting Confirmation.

You may also apply after your arrival at the mission, but acceptable reasons must be specified if a loan is requested after more than 12 months at the mission. Only in exceptional circumstances will a loan be granted or the principal renegotiated (increased) during the last 12 months of a posting. On one occasion only, the rate of interest on the outstanding balance of a posting loan may be renegotiated at any time following the approval of the loan, except during the last 12 months of the