

Grant Recovery

3.4.8.5 – Equity Loan Redemption

Redemption of a pre-2006-08 National Affordable Housing Programme, HomeBuy Equity Loan – Rising Market

Value of property at original sale = £180,000
Percentage of value covered by equity loan = 25%
Amount of grant = £45,000

Value of property at redemption = £250,000
Value of percentage covered by equity loan = £62,500 (25% of £250,000)
Amount of grant to be recovered = £45,000

Redemption of a pre-2006-08 National Affordable Housing Programme, HomeBuy Equity Loan – Falling Market

Value of property at original sale = £180,000
Percentage of value covered by equity loan = 25%
Amount of grant = £45,000

Value of property at redemption = £150,000
Value of percentage covered by equity loan = £37,500 (25% of £150,000)
Amount of grant to be recovered = £37,500
Remaining grant written off

Redemption of an EOMHB Equity Loan – Rising Market

Value of property at original sale = £180,000
Percentage of value covered by grant funded equity loan = 12.5%
Amount of grant = £22,500

Value of property at redemption = £250,000
Value of percentage covered by grant funded equity loan = £31,250 (12.5% of £250,000)
Amount of grant to be recovered = £22,500

Redemption of an EOMHB Equity Loan – Falling Market

Value of property at original sale = £180,000
Percentage of value covered by grant funded equity loan = 12.5%
Amount of grant = £22,500

Value of property at redemption = £150,000
Value of percentage covered by grant funded equity loan = £18,750 (25% of £150,000)
Amount of grant to be recovered = £18,750
Remaining grant written off

Redemption of a GLO Equity Loan – Rising Market

Value of property at original sale = £180,000
Percentage of value covered by equity loan = 17.5%
Amount of grant = £31,500

Value of property at redemption = £250,000
Value of percentage covered by equity loan = £43,750 (17.5% of £250,000)
Amount of grant to be recovered = £31,500

Redemption of a GLO Equity Loan – Falling Market

Value of property at original sale = £180,000
Percentage of value covered by equity loan = 17.5%
Amount of grant = £31,500

Value of property at redemption = £150,000
Value of percentage covered by equity loan = £26,250 (17.5% of £150,000)
Amount of grant to be recovered = £26,250
Remaining grant written off