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Departement van
Menslike Nedersittings

UmNyango
Wokuhlaliswa Kwabantu

FINANCE LINKED INDIVIDUAL SUBSIDY PROGRAMME (FLISP)

1. Definition

The Financial Linked Individual Subsidy Programme (FLISP) provides financial assistance to qualifying households by providing a once off down payment to those who have secured mortgage finance to acquire a residential property for the first time. It is aimed at reducing the initial mortgage loan amount to render the monthly loan repayment instalment affordable over the loan payment term. Households that are within the income range of R3 501 and R22 000 and are South Africans qualify for assistance.

2. Application of the Programme

Qualifying applicants may use FLISP for one of the following:-

- Buy an existing, new or old, residential property;
- Buy a vacant serviced residential-stand, linked to an NHBRC registered homebuilder contract; or
- Build a residential property on a self-owned serviced residential stand, through an NHBRC registered homebuilder.

NB: An application must have a Home Loan 'Approval in Principle' from an accredited RSA financial institution for consideration.

3. Programme Principles

- Available to qualifying beneficiaries able to access mortgage loan finance to acquire residential property or access property through a development (constructing houses, etc);
- Approval of subsidy is subject to the approval of a mortgage loan;
- Households will only be able to access one subsidy;
- FLISP subsidy is offered on a once-off basis;
- FLISP beneficiaries will not benefit from other housing subsidies;
- Subsidy only available to first time home owners;
- Qualifying beneficiaries are households earning between R3 501 to R22 000;
- Subsidy may be utilised to meet deposit requirements imposed by financial institutions; and
- Depending on income level a qualifying beneficiary will qualify for a subsidy of between R27 960.00 to R121 626.00

4. Qualification Criteria

A beneficiary should:

- Earn between R3 501 to R22 000 gross income;
- Be a South African citizen with a valid Identity document;
- Not have qualified for a government housing subsidy before;
- Not have owned a fixed residential property before;
- Be competent to contract (over 18 years) or legally married or legally divorced and of sound mind;

- Be married or cohabiting; and
- Be single with financial dependents.

5. Application Procedures

The accredited developer assists qualifying beneficiaries to apply for a home loan through a participating financial institution/bank;

The bank in its own right will assess the home loan application and either approve in principle, (subject to the approval of a FLISP subsidy) or decline;

If approved, accredited developer/individual submits application to the department;

No administration should be charged by either developer or lender for processing an application;

The Department will only finance approved applications; and

If not approved, reasons for the non-approval will be conveyed to the lender.

6. Required Documents

The following CERTIFIED COPIES are required as Supporting Documents at FLISP application:-

- RSA ID / Bar Coded Permanent Residence Permit;
- Birth Certificates / RSA IDs of all financial dependents (where applicable);
- Proof of Foster Children Guardianship (where applicable);
- Marriage Certificate, Civil Union Certificate or Cohabiting Affidavit proof of Partnership;
- Divorce Settlement (where applicable);
- Spouse's Death Certificate (where applicable);
- Proof of Monthly Income;
- Home Loan Approval in Principle/Grant Letter from an accredited Lender;
- Agreement of Sale for the residential property; and
- Building Contract and Approved Building Plan (where applicable).

7. FLISP Subsidy Salary Bands

Step Number	Lower	Higher	Amount
1	R 3 501	R 3 700	R 121 626
2	R 3 701	R 3 900	R 120 585
3	R 3 901	R 4 100	R 119 545
4	R 4 101	R 4 300	R 118 504
5	R 4 301	R 4 500	R 117 463
6	R 4 501	R 4 700	R 116 422
7	R 4 701	R 4 900	R 115 382
8	R 4 901	R 5 100	R 114 341
9	R 5 101	R 5 300	R 113 300
10	R 5 301	R 5 500	R 112 259
11	R 5 501	R 5 700	R 111 219
12	R 5 701	R 5 900	R 110 178
13	R 5 901	R 6 100	R 109 137
14	R 6 101	R 6 300	R 108 097
15	R 6 301	R 6 500	R 107 056
16	R 6 501	R 6 700	R 106 015
17	R 6 701	R 6 900	R 104 974
18	R 6 901	R 7 100	R 103 934
19	R 7 101	R 7 300	R 102 893
20	R 7 301	R 7 500	R 101 852

Step Number	Lower	Higher	Amount
21	R 7 501	R 7 700	R 100 811
22	R 7 701	R 7 900	R 99 771
23	R 7 901	R 8 100	R 98 730
24	R 8 101	R 8 300	R 97 689
25	R 8 301	R 8 500	R 96 648
26	R 8 501	R 8 700	R 95 608
27	R 8 701	R 8 900	R 94 567
28	R 8 901	R 9 100	R 93 526
29	R 9 101	R 9 300	R 92 486
30	R 9 301	R 9 500	R 91 445
31	R 9 501	R 9 700	R 90 404
32	R 9 701	R 9 900	R 89 363
33	R 9 901	R 10 100	R 88 323
34	R 10 101	R 10 300	R 87 282
35	R 10 301	R 10 500	R 86 241
36	R 10 501	R 10 700	R 85 200
37	R 10 701	R 10 900	R 84 160
38	R 10 901	R 11 100	R 83 119
39	R 11 100	R 11 300	R 82 078
40	R 11 301	R 11 500	R 81 038

Step Number	Lower	Higher	Amount
41	R 11 501	R 11 700	R 79 997
42	R 11 701	R 11 900	R 78 956
43	R 11 901	R 12 100	R 77 915
44	R 12 101	R 12 300	R 76 875
45	R 12 301	R 12 500	R 75 834
46	R 12 501	R 12 700	R 74 793
47	R 12 701	R 12 900	R 73 752
48	R 12 901	R 13 100	R 72 712
49	R 13 101	R 13 300	R 71 671
50	R 13 301	R 13 500	R 70 630
51	R 13 501	R 13 700	R 69 590
52	R 13 701	R 13 900	R 68 549
53	R 13 901	R 14 100	R 67 508
54	R 14 101	R 14 300	R 66 467
55	R 14 301	R 14 500	R 65 427
56	R 14 501	R 14 700	R 64 386
57	R 14 701	R 14 900	R 63 345
58	R 14 901	R 15 000	R 62 304
59	R 15 001	R 15 200	R 61 264
60	R 15 201	R 15 400	R 60 223

