



MALAYSIAN INSTITUTE  
OF ACCOUNTANTS

30 July 2020

To All Members

### **LOAN MORATORIUM EXTENSION, TARGETED BANK ASSISTANCE**

Prime Minister Tan Sri Muhyiddin Yassin announced yesterday that the government will extend the moratorium on bank loans which was initially set to end on 30 September 2020, to further mitigate the financial burden faced by small and medium enterprises as well as individuals affected by the COVID-19 pandemic.

The three-month extension will only be given to individuals who have lost their jobs in 2020 and have yet to secure employment. The moratorium for these individuals will be extended by 3 more months, with respective banks having the option to extend further on a case-to-case basis.

For employees who had suffered pay cuts, their instalment payments will be reduced over a 6-month period.

Other assistance includes only paying the interest on their loans for a certain period, extending the duration of their loan payments and other exemptions. Banks will also offer alternative instalment plans for hire-purchase agreements.

Click [HERE](#) for the Prime Minister's Speech.

In the interest of public wellbeing, we advise all members to comply with the Movement Control Order – Recovery Phase (RMCO) SOPs and exhort all our members who are employers to adhere to the relevant laws and regulations stipulated under the RMCO. MIA will continue to closely monitor the situation, maintain close communication with our stakeholders, and will notify members of any future developments.

MIA continues to support our members and stakeholders through resources available on various digital channels, including e-updates, e-Accountants Today, Social Media and the MIA Telegram Channel. To join the MIA Telegram Channel, please download Telegram using the Android Google Play or Apple Play Store to set up an account. Once the account is set up, please click on this link below to join the **MIA Telegram Broadcast (Official) channel**: <https://bit.ly/3hfsF03>

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