1978 No. 84

HOUSING

Option Mortgage (Guarantee of Advances) Order (Northern Ireland) 1978

Made	23*rd March* 1978
Coming into operation . . .	1*st April* 1978

The Department of the Environment for Northern Ireland in exercise of the powers conferred on it by Article 14(1) of the Housing (Northern Ireland) Order 1978(a) and of every other power enabling it in that behalf hereby makes the following Order:

Citation and commencement

1. This Order may be cited as the Option Mortgage (Guarantee of Advances) Order (Northern Ireland) 1978 and shall come into operation on 1st April, 1978.

Appointed date

2. The date appointed for the purposes of Article 14(1) of the Housing (Northern Ireland) Order 1978 shall be 1st April, 1978.

Sealed with the Official Seal of the Department of the Environment for Northern Ireland on 23rd March 1978.

(L.S.) *R. B. Spence*
Assistant Secretary

EXPLANATORY NOTE

(*This note is not part of the Order but is intended to indicate its general purport.*)

This Order specifies the appointed day on which insurance companies may operate the option mortgage guarantee scheme. Building societies may lend more than 80% of the valuation of a property only if the borrower takes an insurance policy to guarantee the additional advance. Under the option mortgage guarantee scheme the Department may, for option mortgagors only, undertake to meet half of any payment made by an insurance company following a claim under such a policy provided the company makes a corresponding reduction in the premium demanded of the borrower.

(a) S.I. 1978 No. 457 (N.I. 2)