### Sliding Scale of Asset Value for Discounting Grant and Loan Assistance for 2017/18 application

<table>
<thead>
<tr>
<th>Net Asset Value per Family Member (HK$)</th>
<th>Discount Factor of Grant/Loans Assistance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Over $727,000</td>
<td>-100% (i.e. no assistance)</td>
</tr>
<tr>
<td>$611,001 to $727,000</td>
<td>-80%</td>
</tr>
<tr>
<td>$492,001 to $611,000</td>
<td>-60%</td>
</tr>
<tr>
<td>$391,001 to $492,000</td>
<td>-40%</td>
</tr>
<tr>
<td>$259,001 to $391,000</td>
<td>-20%</td>
</tr>
<tr>
<td>$259,000 or below</td>
<td>-0% (i.e. no reduction of assistance)</td>
</tr>
</tbody>
</table>

**Example (For an unmarried applicant):**

- Parents’ annual income: $184,000
- Annual income of unmarried sibling: $0
- Deductible medical expenses: Nil
- Family size: 4
- Net asset value of applicant and parents (not counting the first home): $1,250,000

\[
\text{AFI} \frac{184,000}{4} = 36,800
\]

Per capita asset value $312,500

- Maximum grant (assumed): $50,000 (i.e. tuition fee + academic expenses + compulsory union fee)

- Maximum loan: $49,430

**Income test (First tier)**

- Entitled grant ($50,000 × 100%): $50,000
- Entitled loan ($49,430 × 100%): $49,430

**Asset test (Second tier)**

- Entitled grant ($50,000 × 80%): $40,000
- Entitled loan ($49,430 × 80%): $39,544