

**For more details relating to financial eligibility limits for legal aid, scale of contribution and the Director of Legal Aid's first charge, readers are requested to refer to the "Financial Information Sheet".**

*Information contained in this sheet must be read together with other legal aid publications where appropriate.*

## **Examples of Means Tests for Applications under Ordinary Legal Aid Scheme (OLAS)**

(For reference only)

### ***Example 4 – Over on Means***

**Assuming the personal allowance for the applicant is \$7,630 and assuming the financial eligibility limit for OLAS is \$449,620**

| <i>Financial position of applicant</i>                  |                  |
|---|------------------|
| <i>Monthly income (gross)</i>                           | <i>\$44,000</i>  |
| <i>Monthly contribution to Mandatory Provident Fund</i> | <i>\$1,500</i>   |
| <i>Monthly rental payment</i>                           | <i>\$16,000</i>  |
| <i>Salaries tax for previous year</i>                   | <i>\$46,260</i>  |
| <i>Savings account credit balance</i>                   | <i>\$200,000</i> |
| <i>Shareholdings</i>                                    | <i>\$150,000</i> |

### **Means test calculation**

Monthly disposable income

$$\begin{aligned} &= \$44,000 \text{ (gross monthly income)} - \$1,500 \text{ (contribution to MPF)} - \$7,630 \\ &\quad \text{(personal allowance for applicant)} - \$16,000 \text{ (rent)} - \$3,855 \text{ (salaries tax on a} \\ &\quad \text{monthly basis)} \\ &= \$15,015 \end{aligned}$$

Disposable capital

$$\begin{aligned} &= \$200,000 \text{ (applicant's savings)} + \$150,000 \text{ (value of shares)} \\ &= \$350,000 \end{aligned}$$

Total financial resources

$$\begin{aligned} &= \text{Monthly disposable income} \times 12 + \text{disposable capital} \\ &= \$15,015 \times 12 + \$350,000 \\ &= \$530,180 \end{aligned}$$

### **Assessment**

As the applicant's financial resources exceed the financial eligibility limit of OLAS, he fails the means test and is not eligible for legal aid.

*Means Test Calculator for a preliminary calculation. Please note that the result provided by the Means Test Calculator is a rough estimate for reference only and is not conclusive.*

