

Important information for the clients

1. The loans are provided in AMD and USD equivalent AMD, both in cash and via bank transfer.
2. The loan interest accrues to the balance of principal amount of the loan.
3. The USD loans disbursed in equivalent AMD and the interest are subject to repayment within time frameworks established by repayment schedule, which is calculated at the exchange rate established by the Republic of Armenia Central Bank as of the date of repayment. That is to say, the fluctuation of exchange rate may influence on the repayment of the loan and the risk of fluctuation of exchange rates of USD/ AMD established by the Republic of Armenia Central Bank on the dates of disbursement and repayment is incurred by the client.
4. At loan disbursement the borrower shall pay loan disbursement /cashing and service fee (in some cases) in the amount and manner established by the Management Team of “FINCA” UCO CJSC (See «Lending terms and conditions» document according to loan products, on Services page).
5. For the lending it is a mandatory provision for the applicant to have own business, operating at least 6 months for group and rural (household) loans, and 1 year for individual loans. In case of Group and Rural loans an opportunity is provided for lending of start-up business.
6. The maximum and minimum loan sizes
 - Group loan – 150 – 4500 USD,
57 000 – 1 710 000 AMD,
 - Individual business loans – 700 – 35 000 USD,
266 000 – 4 000 000 AMD
 - Rural loans – up to 2600 USD,
Up to 1 500 000 AMD



The minimum and maximum disbursement term

- Group loans – 3 - 18 months,
 - Fast and Business individual loans – 3 - 42 months
 - Rural loans – 3 - 18 months
7. The monthly repayments are made in equal portions, except for repayments made in grace period.
 8. The principle loan amount, the accrued interest and service fee are subject to repayment on monthly basis, establishing the manner of payment preferred by the client in loan agreement.
 9. The loan interest, service fee and other terms are subject to amendment on the basis of “FINCA” UCO CJSC Management Team decision, about which the client shall be notified at all territorial subdivisions of “FINCA” UCO CJSC through posting the announcement in a visible place, as well as booklets on terms and the website of the company.
 10. The group and rural loans are disbursed on the principle of joint liability of the group members, and as a security for individual loans shall serve a collateral and/or guarantee. The circulating assets, equipment, other movable property, vehicle, real estate can serve as collateral. ***Loan to collateral ration maximum index is 100%. The borrower shall be held liable for his/her loan obligations also by his/her personal property (house, vehicle, other property), in case the collateral is not sufficient for complete fulfillment of the borrowers obligations against “FINCA” UCO CJSC.***
 11. In case the borrower fails to repay the loan in the manner established by the schedule attached to the loan agreement, for each day in arrears shall accrue a penalty in the amount of 1% of the amount in arrears.
 12. ***The borrowers are liable for the obligations assumed before “FINCA” UCO CJSC by their property (house, vehicle, salary and other property).*** The personal property of the borrower may be confiscated (seized), in case the borrower fails to make the repayment of principle loan amount, accrued interest and service fee in timely manner.
 13. In case the fails to make the loan principle amount, accrued interest and service fee repayment in timely manner, the information about the borrower shall be registered in **Credit Bureau.**

14. The client is **entitled to repay the loan amount prematurely**, provided that the payments established by the terms and conditions of loan disbursement and repayment are paid (See «Lending terms and conditions» document, according to loan types, on Services page).
15. The company shall make the decision regarding the loan application maximum within 14 days, and inform the applicant within 2 days, and the loan will be actually disbursed to the client within 30 days after the application was submitted.
16. In order to receive loan the following documents approved by “FINCA” UCO CJSC Management Team should be submitted:
- The copies of valid passports and marriage certificates of the clients, guarantors and pledgers (their spouses),
 - Copies of certificate of registration of private entrepreneur/legal entity and their Tax Payer’s Code,
 - Copies of certificate evidencing the ownership to the business premises or lease agreement for business premises,
 - Copies of licenses, certificates, if any,
 - The documents evidencing the property right or lease right to the place where the object of pledge is located,
 - The documents supporting the income of the client,
 - The documents supporting the income of the guarantors,
 - Documents supporting the income of the family members,
 - Reference from state self-governing bodies regarding the arable lands, number of cattle, availability of agricultural machinery (only for rural loans).
18. The following factors are essential for **positive lending decision**:
- The borrower should meet the selection requirements established by “FINCA” UCO CJSC Credit Manual,
 - The borrower should own a business, rural household, which meets the requirements established by the Credit Manual,

- The business analysis and evaluation results correspond to the rates established by “FINCA” UCO CJSC Credit Manual,
- Should not have financial liabilities in arrears, the credit history should meet the criteria acceptable for “FINCA” UCO CJSC.

In case the aforementioned requirements are not met “FINCA” UCO CJSC **is entitled to reject the loan applications.**

19. “FINCA” UCO CJSC Credit Committee **is entitled to reject the loan application if**

- The client did not submit the documents necessary for the disbursement of the loan,
- The lending is not in the scope of “FINCA” UCO CJSC mission,
- The client is engaged in business not financed by “FINCA” UCO CJSC (See «The activities not financed by the Company» document on Services page),
- In the client’s credit history with FINCA or other financial institutions there are or were financial liabilities, which were repaid in arrears and the client is considered not creditworthy,
- The client’s financial status does not meet «FINCA» UCO CJSC requirements,
- The client selection rules and group membership rules were not observed,
- The client did not approve the loan application in consideration the risks related to the transaction,
- Other cases established by the Credit Committee.