

## Interest rate calculation procedure

The borrower pays interest to the bank for using the loan amount. The interest is calculated on the loan balance for the calendar days of actual use of the loan based on a 365-day year. For loans under specific projects the interest calculation may be based on a 360-day year.

- The interest shall be paid within the dates indicated in Loan Agreement.
- The periodicity of interest payments is determined in accordance with the loan agreement or repayment schedule.
- If the repayment date for principal or interest falls on day off, the payment is made on the following working day without calculation of penalty for the days off.
- The calculated interests are paid exclusively in AMD irrespective to loan currency.

## Repayment of Loans

- Loans are repaid within the dates indicated in Loan Agreement.
- Loans are repaid in the currency in which they were given.
- In case of loans in foreign currency, exchange rate fluctuations may affect loan payments.
- In case of exchange rate fluctuations, the exchange rate risk related to loans will be borne by the borrower.

Loan repayment arrangements are made by the accounting subdivision in the following sequence:

- court costs (if any);
- collateral sale costs (if any);
- accrued penalty;
- accrued interest;
- loan principal.

No penalties apply for pre-term repayment of loans, except for mortgage loans. In case of pre-term repayment of mortgage loans, 0.5% per annum penalty applies on the amount

## Attention

In case of non-fulfilment or improper fulfilment of your obligations, information on your debt will be provided to credit registry and credit bureau (ACRA).

## Attention

Bad credit history may prevent you from receiving other loans in the future.

## Attention

Property (house, car, etc.) pledged by you may be confiscated by law if you fail to fulfil your loan obligations on time.