

ABB – PRIMARY +

Terms and fee schedule applicable for providing credit lines to individuals under security of funds available on Deposit and Bank accounts (on the account of Bank resources)

		Credit lines under security of funds available on Deposit account	Credit lines under security of funds available on Deposit account with preferential conditions	Credit lines under security of funds available on Bank account
1.	Terms and conditions			
1.2	Currency	AMD, USD, EUR		USD, EUR
1.3	Nominal annual interest rate	<p><u>In case of credit lines secured by a term deposit in AMD</u></p> <ul style="list-style-type: none"> • In case of a credit line in AMD - interest rate on Deposit +3%, rate 12% min; • In case of a credit line in foreign currency - interest rate on Deposit + 4%, rate 11% min; <p><u>In case of credit lines secured by term deposit in foreign currency</u></p> <ul style="list-style-type: none"> • In case of a credit line in AMD - interest rate on Deposit +8%, rate 14% min; • In case of a credit line in the same foreign currency –interest rate on term Deposit + 4%, rate 10% min; 	<p><u>In case of credit lines in the currency of the deposit</u></p> <p>AMD – 14% USD – 12% EUR – 10%</p>	<p><u>In case of credit lines under security of funds available on a foreign currency account</u></p> <ul style="list-style-type: none"> • In case of a credit line in the same foreign currency - annual interest rate on the daily balance of the bank account - 4%, rate 8% min;
1.4	Annual effective interest rate	8.3%-24%		
1.5	Interest rate charged on unused amount of credit line	0%		
1.6	Period	Until deposit maturity, but not to exceed card validity	12 months	
1.7	Type of credit line	Revolving credit line		
1.8	Manner of repayment of credit line and interests	Repayments of credit line - no mandatory monthly repayments are stipulated; payment of accrued interests – per month	No mandatory monthly repayments are anticipated	Repayments of credit line - no mandatory monthly repayments are stipulated; payment of accrued interests – per month
1.9	Grace period or additional term	-	50 days, (no interest rate is charged on used credit lines if the whole	-

			amount used as of the end of previous month is repaid by the cardholder by inclusive of the 20 th day of the month following the month the amount was used)	
1.10	Minimum amount of credit line	AMD 30,000 or the equivalent in foreign currency	AMD 100,000 or the equivalent in foreign currency	
1.11	Maximum amount of credit line	In case of credit lines in the currency of the deposit - 90% of funds In case of credit lines in a currency other than deposit currency - 75% of funds	In case of a deposit of over AMD 5,000,000 or equivalent foreign currency – up to 10% of deposit amount	90% of funds
1.12	Manner of lending	The credit line is provided on the card account		
1.13	Early repayment of credit line	Permissible, no fines or penalties are applied		
2.	Bank Fees			
2.1	One-time fee for credit line maintenance	AMD 0		
2.2	Cashing out credit line amounts and card tariffs	As per existing fee schedule for services applicable by the Bank for given type of credit card	Fee for provision of cash at ATMs and POSs of ARMBUSINESSBANK - 1% Other card tariffs are subject to fee schedule applicable by the Bank for credit lines with grace period issued on given type of payment card	As per existing fee schedule for services applicable by the Bank for given type of credit card
3.	Security			
4.1	Collateral	Funds available on Deposit account	Funds available on Deposit account (to be frozen in the amount of 120% of credit line limit)	Funds available on Account
5.	Requirements to Borrower			
5.1	Borrower	Natural person cardholder aged at least 18		
6.	Additional terms			
6.1	Basis for rejecting an application	<ul style="list-style-type: none"> Customer has failed to provide requested documents Information that came into possession in the course of lending, arouses prejudice with regard to the information provided by the Client 		
6.2	<i>Failure by borrower to fulfill his/her liabilities</i>	<ul style="list-style-type: none"> <i>For failure to repay interests when due, the Bank shall charge a penalty for each day of default equal to 0.13% of past-due amount;</i> <i>In case of fulfilling overdue obligations, the repayments are made in the following order:</i> <ol style="list-style-type: none"> <i>Fines/penalties</i> <i>Interest amounts</i> <i>Principal</i> <i>For failure to repay the loan/credit line when due as prescribed by contract terms, the calculation of interests under the contract shall be suspended and effective from that day until the actual repayment of the arrears interests shall be accrued on the overdue amount equal to the twofold of the settlement rate of the bank interest set by the Central Bank of RA</i> <p>For non-fulfillment or improper fulfillment of obligations by the borrower, the creditor shall after 7 business days send these data to the credit bureau where credit history is formed. once a year the borrower is entitled to get its credit history for free from the credit bureau.</p> <p>Note: Bad credit history may serve as an impediment for you for access to other credits in</p>		

		the future
		<i>The Bank may impose a forfeiture on the collateral or sell it out without applying to court</i>
6.3	Manner of calculating interests	The interest rate is applied on used amount of credit line
6.4	Other expenses of Customer	N/A
6.5	Term of application review	1 business day
6.6	Place of loan processing	Head Office and all branches of the Bank (except for Araratyan and Arshakuni branches)
6.7	Documents requested for loan processing	<ul style="list-style-type: none"> ✓ Passport or ID card ✓ Social card or social service registration mark, if not any, a statement from the relevant authority (not required upon providing an ID card) ✓ Other documents as requested

Conditions, terms and tariffs for the provision of excerpts, their copies and other information - in accordance with the Bank's tariffs for services.

Warning

Your property may be confiscated in the order prescribed by law for non-fulfillment or improper fulfillment of obligations under loan agreement.

ATTENTION

The interest amounts are calculated based on the nominal interest rate. the effective annual interest rate on loans measures the real cost of credit after the interests are paid and other payments are made within the specified time and amounts. the procedure for calculating the annual effective percentage rate can be found [HERE](#).

Formula for Effective Annual Interest Rate Calculation

The actual annual interest rate is calculated based on the following formula:

$$A = \sum_{n=1}^N \frac{K_n}{(1 + i)^{\frac{D_n}{365}}}$$

where:

i – effective annual percentage rate (APR),

A - initial amount of loan to be disbursed,

n - number of the regular repayment on loan,

N - number of the last repayment on loan,

Kn- amount of the n-th regular repayment on loan,

Dn- time from the date of loan disbursement to the date of the n-th regular repayment on loan measured in terms of days

i - effective annual interest rate can be calculated providing that the rest of equation data are known from loan agreement or otherwise.

Example of calculating the effective annual interest rate

For loans under security of funds on Deposit account, bank accounts:

- Loan amount – AMD 1,000,000
- Loan period – 12 months
- Interest rate – 12.5%
- Cashing out funds of credit line – 0,3%

The effective annual interest rate is 13,9%

Based on the amount, term of the loan, frequency of repayments and changes in the prices of other miscellaneous services - the effective annual interest rate may vary from the above example.

The Bank may unilaterally change the interest rate specified in the agreement upon 7 calendar days' prior notice to the for failure to use the loan for its purpose, as well as for failure to fulfill the obligations specified in the loan agreement.

Warning

For non-fulfillment or improper fulfillment of obligations by the borrower, the creditor shall after 7 business days send these data to the credit bureau where credit history is formed. Once a year you are entitled to get your credit history for free from the credit bureau.

Warning

Bad credit history may serve as an impediment for you for access to other credits in the future

Important note

The borrower has the right to communicate with the financial organization in a form he/she prefers more (by post or electronic communication). Obtaining information through electronic communication is most comfortable. It is available in 24/7 mode, is free of the risk of loss of paper documents and ensures confidentiality.

FINANCIAL DIRECTORY: www.fininfo.am.

Important note

“Your financial directory” is an electronic system which facilitates searching, comparing and selecting the most convenient option of services rendered to individuals.

Upon favorable decision regarding the application for a consumer loan, "ARMBUSINESSBANK" CJSC shall provide prior to credit arrangement an INDIVIDUAL SHEET subject to the Central Bank of Armenia Regulation 8/05 “On the Rules of Business Conduct for Financial Institutions”.

Bank details:

"ARMBUSINESSBANK" Closed Joint Stock Company

Address: 48 Nalbandyan street, 0010, Yerevan, Armenia, tel: (+37410) 59-20-20, (+37460) 37-25-00, fax: +37410 59 20 64

Website: www.armbusinessbank.am; E-mail: info@armbusinessbank.am

Certificate of registration N 0176, issued 10.12.1991, bank license N 40, issued 10.12.1991

List of services, which the Bank may render, is stipulated in accordance with Chapter 4 of RA Law "On Banks and Banking Activity".