

EXPRESS

Terms and tariffs applicable for loans and credit lines issued to legal entities and sole entrepreneurs

1.	T&Cs	Loan	Credit line
1.1	Currency	AMD, USD, EUR	
1.2	Nominal annual interest rate	<ul style="list-style-type: none"> ➤ AMD 15% ➤ USD 13% ➤ EUR 13% 	<ul style="list-style-type: none"> ➤ AMD 15% ➤ USD 13% ➤ EUR 13%
1.3	Annual effective interest rate	17-22%	
1.4	Interest rate charged on unused amount of credit line	-	0,5%
1.5	Period	12-60 months	12-24 months
1.6	Grace period	2-4 ¹ months (for seasonal business) only with the option of interest payment	-
1.7	Manner of repayment	Monthly repayment of interests, repayment of the principal - subject to the traits of business	Monthly repayment of interests; to set uniform repayments of principal amount from half term
1.8	Manner of calculating interests	Annuity (flexible schedule)	Against loan balance
1.9	Minimum amount	<ul style="list-style-type: none"> ➤ AMD 200,000 ➤ USD 400 ➤ EUR 400 (including the group of affiliated companies and persons)	
1.10	Maximum amount	<ul style="list-style-type: none"> ➤ AMD 7,000,000 ➤ USD 15,000 ➤ EUR 13,000 (including the group of affiliated companies and persons)	
1.11	Purpose of loan	Costs and investments related to business development, repayment of other obligations	
1.12	Manner of lending	Cashless provision on the account opened with the Bank	
1.13	Fine, penalty for early repayment	N/A	
2.	Bank Fees		
2.1	Fee for application review	N/A	
2.2	One-time service fee	2% of contract amount	
2.3	Fee for loan funds maintenance	Subject to the Bank tariffs applicable for cash withdrawals from the account	
2.4	Account opening	Subject to the Bank tariffs	
3.	Security		
3.1	Collateral	Guarantee of at least 2 people	

¹ In order to take advantage of the grace period of 2-4 months, one-time extra fee of 0.5% is charged.

		In case of a sole entrepreneur – member of his/her family (in the absence thereof – a person with other family relationship) and a third person, as well as real beneficiary of business (where available) In case of a legal entity – director and entities holding 10% and over shares, family member of real beneficiary of business (in the absence thereof – a person with other family relationship) and a third person, as well as real beneficiary of business (where available)
4.	Requirements to Borrower	
4.1	Borrower	Sole entrepreneur and legal entity registered in Armenia and Artsakh
4.2	Requirements to borrower	<ul style="list-style-type: none"> • Aged 23-65 (in case of a legal entity customer - of the director and incorporator holding 10% and over shares) • At least 3 months' actual and registered activity • Good credit history - according to the bank requirements • Credit check – according to the bank requirements
5	Requirements to guarantor	
5.1	Guarantor	An individual, sole entrepreneur and legal entity registered in Armenia and Artsakh
5.2	Requirements to guarantor	<ul style="list-style-type: none"> • Aged 21-65 (individual) • At least 3 months' actual and registered activity (in case of a guarantor who conducts business activity) • Good credit history - according to the bank requirements • Availability of recorded income or own real property (in case of an individual)
6	Additional terms	
6.1	Term of application review	7 business hours - 2 business days after presentation of a full credit package
6.2	Financial analysis	N/A
6.3	<i>Interest rate on overdue amount</i>	<i>Twofold amount of the settlement rate of the bank interest set by the Central Bank of RA</i>
6.4	<i>Penalty on overdue interest</i>	<i>0,13%</i>

Attention

The interest amounts on loan are calculated based on the nominal interest rate. The effective (actual) 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.

Formula for Effective Annual Interest Rate Calculation

The effective 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,

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

D_n - 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.

To calculate the actual annual interest rate please use Effective Annual Interest Rate Calculator, with reference <http://www.armbusinessbank.am/am/page/Crediting>.

Example of calculating the effective annual interest rate

- Loan amount – AMD 1 000 000
- Loan period - 60 months
- Annual interest rate - 15%

The effective annual interest rate is 17.4%

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

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".

"Financial Assistant System" of www.fininfo.am "Finances for All"