

ABB – SME BUSINESS

Loans issued under the AUA “Development of Turpanjyan rural communities” project

1 Terms & Conditions		
1.1	Currency	Armenian dram (AMD)
1.2	Annual nominal interest rate	6%
1.3	Loan/collateral value	110%
1.4	Period	1-60 months
1.5	Manner of repayment	Payment of interests – monthly; Repayment of the principal –subject to the peculiarities of business
1.6	Amount	AMD 500,000-10,000,000
1.7	Fine, penalty for early repayment	N/A
1.8	Coverage area	Tavush, Vayots Dzor, Shirak, Aragatsotn, Gegharkunik, Kotayk, Syunik, Armavir marzes of RA, Artsakh, Javakhq
2 Bank fees		
2.1	Fee for application review	AMD 0
2.2	Fee for loan maintenance	AMD 0
2.3	Fee for cashing out loan amounts	AMD 0
3 Security		
3.1	Collateral	Surety of the American University of Armenia Corporation; Surety of 2 people who have stable income and are not a member of the Borrower's family
4 Requirements to borrower		
4.1	Borrower	Legal entities, private entrepreneurs
4.2	Requirements to Borrower	Total number of days outstanding on credit commitments during the past 12 months must not exceed 30 days; if the term of Borrower's activity is less than 1 year, then the number of days outstanding on credit commitments should not exceed 2 days for each month from the date of actual business, on a cumulative basis).
4.3	Additional term	Financial indicators obtained after the analysis of the Borrower's financial reports must meet the requirements of the Bank
5 Requirements to Guarantor		
5.1	Guarantor	A resident natural person registered in Armenia or Artsakh
5.2	Requirements to Guarantor	<ul style="list-style-type: none"> • Natural person aged 21-63, • There should not be any overdue liabilities (including for issued guarantees), • Total number of days outstanding on credit commitments during the last 12 months (including for issued guarantees) must not exceed 30 days (if the term of the Borrower's activity is less than 1 year, then the number of days outstanding on credit commitments should not exceed 2 days for

		each month from the date of actual activity, on a cumulative basis);
6	Additional terms	
6.1	Interest rate on overdue amount	Twofold amount of the settlement rate of the bank interest set by the Central Bank of RA
6.2	Penalty on overdue interest	0,13% per day