

BUSINESS LOANS

If you have an existing business, stable income, interesting ideas and projects ...

If you want to develop your business ...

If you know how to make the right decisions and make investments ...

You can make use of the following type of credit

Term of the loan	<p>Business Loans - from 1 to 36 months</p> <p>Target loans for the purchase of vehicles by legal persons and other economic entities from companies cooperating with "ARMBUSINESSBANK" CJSC - from 1 to 48 months,</p> <p>Overdraft - from 1 up to 12 months</p> <p>Loans under the security of financial flows – from 1 to 12 months</p>
Annual interest rate	<p>Business loans -12-22%*; where a credit line is available, on the undisbursed part thereof a rate of 2% per annum shall be applicable,</p> <p>Target loans to legal entities and other economic entities for the purchase of vehicles -18%;</p> <p>Overdraft - 13-23%, no interest rate is charged on the undisbursed part thereof;</p> <p>Loans secured under financial flows - 13-23%</p>
Loan currency	AMD and foreign currency
Commission	<ol style="list-style-type: none"> 1. Commitment fee for loan application review - AMD 5000 2. Commitment fee for loan servicing - 0.1% (AMD 15 000 min, AMD 500 000 max) 3. Provision of cash from loan funds on Customer's account <ul style="list-style-type: none"> • 0,3% of the loan amount (for loans in Armenian drams) 0,5% of the loan amount (for loans in U.S. dollars)
Fine imposed for early repayment	N/A
Other expenses of Customer	<ol style="list-style-type: none"> 1. Costs associated with the assessment of collateral 2. Costs associated with the notary and cadastral registration 3. Costs associated with insurance
Purpose of loan	Reinforcement of working capital, financing of current business, acquisition of fixed assets, etc.
List of required documents	<ol style="list-style-type: none"> 1. Documents required for the analysis of the legal status and financial stand <ul style="list-style-type: none"> ✓ Protocol of resolution of the general meeting of members or shareholders, ✓ Constituent instrument (by-laws) with all subsequent amendments and additions, ✓ Certificate of registration in the State Register (with loose leaf, including those about the manager of the company), ✓ Certificate from the State Register of amendments to the statutes and the

	<p>sharers,</p> <ul style="list-style-type: none"> ✓ In the case of OJSC and CJSC, an abstract from the register issued by the Central Depository¹, ✓ License required to expand business in this field, ✓ Registration documents, TIN, etc, ✓ Information on managers (passport details, social security card, Public Welfare, the order / decision on the appointment / selection), ✓ Financial Statements for the last 2 periods approved by the State Revenues Committee, the deed of last inspection by the State Revenues Committee, ✓ Opinion of auditing company (if any), ✓ Information on debt (from taxation authorities, social insurance agencies, servicing banks, etc.), ✓ Business program or feasibility studies, ✓ Existing contracts and agreements (on the implementation, delivery, lease, etc.), ✓ Invoices, deeds, payment orders or formal requests, etc. ✓ List of receivables and payables, which must include the name, amount, date of formation and repayment, ✓ In case of accounts held with other banks, statements on the circulation of bank accounts for the last 12 months, <p>2. Documents related to loan coverage</p> <ul style="list-style-type: none"> ✓ Decision of the competent authority on mortgaged property (in case of a corporate mortgagor), ✓ List of property, indicating the measure unit, quantity, book value, estimated value and the basis of acquisition, ✓ In case of immovable property collateral - certificate and basis of ownership; in case of vehicles - registration document, ✓ Evaluation report provided by licensed evaluators collaborating with the Bank, ✓ Certificate from the district office of “State unified cadastre of real estate of RA Government” of restrictions on the pledged assets (property, vehicles, equipment)², ✓ In case of vehicles – certificate from State Motor Vehicle Inspectorate on the arrest or prohibition thereof, ✓ Other additional documents, as such may be required by the Bank.
Loan amount	<p>Depending on Customer's creditworthiness, but should not exceed:</p> <ul style="list-style-type: none"> • 60% of the value of the collateral - for mortgaged real property, • 50% of the value of the collateral - for movable property • 40% of the value of the collateral - for working capital pledge <p>In the event of purpose loans for vehicle acquisition - AMD 50 mln max. and should not exceed 70% of the vehicle value</p>
Guarantee of fulfillment of credit liabilities	Movable and immovable property, PP&E, finished products, goods in circulation, funds, etc.,

¹ To be submitted upon a favorable decision on the loan extension.

The procedure and schedule for repayment	According to the contract
The order of repayment of accrued interests	As per the schedule of monthly repayments
The order of calculating the interest rate	Annual interest rate is charged on the reducing balance
Penalty on overdue interest amounts	0,5% per day
Interest charged on overdue credit amount	The estimated interest rate of the Central Bank of RA in twofold and a penalty of 0.2% per day
Failure or inadequate performance by Borrower of loan commitments	The Bank is entitled to impose a forfeiture on the collateral or sell it out without going to court
Extension of loan	The loan amount is transferred to Customer's bank account
Conditions required for credit arrangement	<ol style="list-style-type: none"> 1. Availability of collateral 2. Availability of business programs or feasibility 3. Availability of necessary documents

* At that, no interest-free grace period is stipulated for credit lines (overdrafts).

²To be submitted upon a favorable decision on the loan extension.