

KINGSIZE REGULATED NWDT SACCO LIMITED

CS 2671/77

Offices at Coca-cola Beverages Kenya Ltd Premises along North Airport Road

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P.O. Box 18034-00500, NAIROBI

Date Received:...../...../20.....

Application/Batch No:.....

LOAN APPLICATION AND CONTRACT FORM

This Loan Application & Contract Form, accompanied by the Annexures where necessary, serves as the comprehensive Loan Agreement between the Loan applicant and KINGSIZE REGULATED NWDT SACCO LTD (the SACCO). This agreement encompasses all the necessary details and obligations for both parties involved. You are advised to read the Terms and Conditions detailed in page No. 4 of this form.

It is important to note that for transparency and accountability, any changes or alterations to this agreement once the loan has been granted, must be documented in writing and confirmed by the signatures of all parties involved, including the guarantors.

CONSENT TO USE AND RETAIN INFORMATION AS PER REQUIREMENTS OF DATA PROTECTION ACT

KINGSIZE REGULATED NWDT SACCO LTD (the SACCO), is in need of various information regarding the loan applicant. This information is crucial for our officers to properly assess the loan application and make an appropriate decision. By submitting this application and contract form to the SACCO for processing, you, as the applicant, grant your unconditional consent to the SACCO to utilize the information for the aforementioned purpose and further, retain this information for an appropriate period of time to ensure proper business conduct and maintenance of records between you and the SACCO.

PART 1: APPLICANT'S PARTICULARS – Attach a copy of ID (Please fill in appropriately)

- 1.1 Name as per National ID:Tel No
- 1.2 Date of Birth/...../..... ID NO: PASSPORT NO:.....
- 1.3 Employment No/Sap.no..... Member No:.....
- 1.4 Home Address:.....County.....Public Institution
nearest.....Full time Occupation if not employed.....
- 1.5 Employer:Work Station
- Postal address: P.O. Box Postal Code.....City/Town.....
- 1.6 Terms of Service: Permanent/Temporary/Contract/Others (specify).....
- 1.7 Position in Employment.....Position in the SACCO.....
- 1.8 KRA PIN: E-mail:

PART 2: LOAN PARTICULARS/LOAN TYPE (Tick the appropriate box)

- 2.1 I.....hereby apply for a loan of Ksh.....(amount in words).....to be repaid for.....months/years, with monthly instalments of Ksh.....(inclusive of interest) starting from.....
- 2.2 Type of Loan Applied for (tick as appropriate in the table overleaf);

No	Loan Type	Tick	No	Loan Type	Tick
1	Emergency Loan 1 (12%pa, 24 months)		11	Emergency Loan2 (12.6%pa, 24 months)	
2	School Fees Loan 1 (12%pa, 24 months)		12	School Fees Loan2 (12.6%pa, 24 months)	
3	Inuka Loan 1 (13%pa, 96 months)		13	Inuka Loan2 (13.6%pa, 96 months)	
4	Normal Loan 1 (12%pa, 72 months)		14	Normal Loan2 (12.6%pa, 72 months)	
5	Super Normal Loan 1 (12%pa, 72 months)		15	Super Normal Loan2 (12.6%pa, 72 months)	
6	Project Loan 1 (12%pa, 72 months)		16	Project Loan2 (12.6%pa, 72 months)	
7	Executive Loan 1 (12%pa, 72 months)		17	Executive Loan2 (12.6%pa, 72 months)	
8	Premium Loan 1 (12%pa, 72 months)		18	Premium Loan2(12.6%pa, 72 months)	
9	Digital Loan 1 (12%pa, 12 months)		19	Digital Loan2 (12.6%pa, 12 months)	
10	Chap Chap 1 (10.5%pa, 72 months)		20	Chap Chap2 (11.1%pa, 72 months)	

2.3 Purpose of the Loan (1)..... (2)..... (3).....

PART 3: GUARANTORSHIP

“In consideration of the SACCO granting the above loan or any lesser amount that may be approved, I/we the undersigned hereby accept jointly and severally the liability and responsibility for its repayment in full including the interest accrued in the event of the borrower’s default. I/We understand that the amount in default may be recovered by an offset against my/our Deposits in the SACCO or by attachment of our property or salary and that we shall not be eligible for loans unless the amount in default has been cleared in full”.

S/NO	M/NO.	SAP/NO.	NAME OF GUARANTOR	DEPOSITS PLEDGED	MOBILE NO.	SIGNATURE
1						
2						
3						
4						
5						
6						
7						
8						

PART 4: PERSONAL COMMITMENTS AND DECLARATION

4.1 I further pledge the following as Security for this loan I have applied and grant the SACCO without any reservation, irrevocable rights to dispose, realize, attach or foreclose in case of my default in repayment as per this contract. (Tick as appropriate)

[a] Salary [b] Deposits [c] Other Savings in the SACCO [d] Benefits with my employer

[e] In/tangible Assets [f] Any Other (i)..... (ii).....

Note: For any asset to be used as a Security the Applicant shall fill other documents related to the identification, valuation and/or charging of the same.

4.2 [a] I hereby declare that the foregoing particulars are true to the best of my knowledge and belief, and agree to abide by the By-laws of the SACCO, conditions, and terms of loan policy and variations by the Technical/Credit Committee/Board. I also consent to be referenced upon this application in the Credit Reference Bureau (CRB) and be listed in the same in case of I default in repayment. I release the SACCO and its officers, employees and agents from any claims, actions or proceedings of whatsoever nature and howsoever arising, suffered or incurred in connection with CRB sending/ delivering/emailing my credit report to any addresses as guided by CRB regulations.

[c] I further declare that I have read and understood Terms and Conditions of this loan application.

[b] Without any reservation whatsoever, I authorize the SACCO to effect the recovery of this loan from Salary and/or Bank.

[d] I authorize to be paid via 1[Cheque] 2[RTGS/EFT] 3[Mobile Banking] (tick as appropriate)

4.3 I authorize my employer to pay my final dues through KINGSIZE SACCO bank account in case I exit employment and has an outstanding loan facility with the SACCO.

Bank Name:.....Branch.....A/c No.....Tel No.....

Name:Signature:Date:/...../20.....

4.4 In the presence of (Witness): NameM No.....SAP No:.....

Signature:.....ID No:.....Date:.....Tel No:.....

PART 5: FOR OFFICIAL USE

(A) LOAN APPRAISAL

ITEMS	Current Deductions Ksh	Outstanding Balance Ksh		Totals Ksh
1 Deposits			X 3	

Loans

2 Emergency				
3 School Fees				
4 Normal/Premium/S. Normal				
5 Others				
6 Total Loans (2+3+4+)				()
7 Amount possible as new loan				
8 1/3 of Basic pay				
9 Less: Total deduction				()
10 Less: 1/3 of Basic pay				()
12 Amount available to service loan				

13. Total Guarantorship Ksh..... Adequate Inadequate

Recommended Loan Amount as per above appraisal is Kshrecoverable in.....months at a rate of Ksh.....per month.

Appraised by (Name).....Position.....Signature:Date:

(B) COMMITMENT BY EMPLOYER

I certify that when this loan of Kshis granted to the Applicant, the total deductions including interest on the loan will BE/NOT BE met comfortably in his/her salary every month. The amount available to accommodate additional loan is Ksh.....

Name:Signature:Date:Stamp:

(C) LOAN APPROVAL/DEFERRED/REJECTED

Loan is hereby, ([1] Approved by [2] Deferred [3] Rejected) (write the decision).....by the STAFF CREDIT TECHNICAL COMMITTEE for ratification by CREDIT COMMITTEE:

(Name).....Signature:Date:

(Name).....Signature:Date:

(Name).....Signature:Date:

If Deferred or Rejected please write the reasons below;

1.....2.....3.....4.....

PART 6: TERMS AND CONDITIONS FOR LOANS

(A) GENERAL TERMS AND CONDITIONS

- 6.1 Application must be made on **the official loan form** fully completed and appropriately signed by both the applicant, witness and the guarantors in their own handwriting.
- 6.2 The applicant is required to **attach original pay slip** (not more than one month old to the date of application).
- 6.3 Loans are granted in accordance with **the loan policy and lending conditions** existing at the time of application.
- 6.4 For a member to qualify for a loan consideration, he/she **must have contributed Non-Withdrawable Deposits (Deposits) for a minimum period of six months'** subject to the policy in force and paid for minimum Share Capital as prescribed.
- 6.5 Any amount of money deposited by a member either in cash or by cheque **to boost shares shall not be utilized for purposes of granting any loan to the member until after three months**, or pay 5% of the amount, before that amount can be used to secure a loan.
- 6.6 A member whose Deposits contributions or loan repayments have fallen off the payroll or standing order failed and is in need of a new loan will be required **to update his/her Deposits and loan repayment account** by repaying in cash or authorize an offset from the new loan of an equivalent amount of the arrears.
- 6.7 **Guarantors** must be members of the SACCO who shall not guarantee more than eighteen other loans subject to other Terms and conditions governing guarantorship.
- 6.8 The prevailing **interest rates at time of application** shall apply. The interest rates shall however be reviewed by the Board of Directors from time to time and the same communicated to members as guided by Non-Deposit Taking SACCO Societies regulations.
- 6.9 Emergency and School fees loans will attract a processing fee as per the processing fee Schedule on any amount applied. Whereas all Long-term loans will attract a processing fee of 0.25% of the amount approved. All appraisal fees will be recovered up-front.
- 6.10 Member who is self-guaranteeing his/her loan will be granted in aggregate loans of up to 95% of his/her Deposits.
- 6.11 The loan amount applied for and any existing loan by the applicant shall be fully covered by the applicant's Deposits plus guarantors Deposits and any other pledged asset.
- 6.12 **Minimum share contribution** for those **with loans** shall be determined by the Deposits contributions banding on the amount approved.
- 6.13 A **member** who has been dormant shall not be considered for any loan.
- 6.14 **Minimum share contribution** for members **without loans** is Ksh. 2,500.00 per month and/or subject to policy in force.
- 6.15 Loans shall be **appraised** based on 3 times of Applicant's Deposits and ability to repay. The applicant must always remain with at least one third (1/3) of salary as NET PAY after all deductions have been made.
- 6.16 Members can take a **top up loan/refinance** in addition to existing loan without necessarily clearing the outstanding loan subject to ability to pay. A clearance interest of 10% or 5% (as may be applicable) shall be charged on outstanding balance and recovered upfront. For bank loans the fee is 20% of the outstanding loan inclusive of interest.
- 6.17 All Loans shall be **paid to Loan applicant via cheque or EFT/RTGS or mobile banking option. The Applicant must indicate his/her preferred mode of payment and the relevant details.**
- 6.18 If a member decides to **cancel** his/her loan after the process has been finalized, a fee of 2% of the amount applied for shall be charged.
- 6.19 No **alteration** whatsoever will be allowed on the loan application and contract form.
- 6.20 For recovery of the loan and interest thereto away from salary, the applicant must present evidence to the SACCO of **IRREVOCABLE STANDING ORDER or DIRECT DEBIT INSTRUCTIONS** from her/his bank.
- 6.21 The SACCO reserves the right to involve the services of registered debt collectors and auctioneers to recover any amount arising from default.
- 6.22 Loan Applications exceeding the 10% of the SACCO's Core Capital value shall be further approved by the regulator (SASRA).
- 6.23 The SACCO may accept collaterals from loan applicants. The loan applicant shall bear all the costs pertaining to the collateral being acceptable and charged.
- 6.24 **The Board reserves the right to review, amend, delete and/or introduce (new) these Terms and Conditions.**