Dundonald Credit Union Limited

LOAN APPLICATION

Dundonald Credit Union Limited, 1005 Upper Newtownards Road, Dundonald BT16 1RN

Contact: Telephone 028 9041 9830 Email: dundonald.cu@hotmail.co.uk

LOANS POLICY

Loans are given on the following basis:

- This Credit Union has been legally authorised since 1994 to make loans to its Members.
- Interest is charged at 12.68% on a reducing balance. For example, interest on £1,000 loan paid over 52 weeks would cost £66, which is 6.6% APR. It is always advisable to check the APR (Annual Percentage Rate) when comparing the cost of alternative loan arrangements.
- If a Member can pay off a loan sooner than agreed, then the Member will benefit by paying correspondingly less interest on that loan.
- A Member will become eligible for a loan after 13 weeks of regular saving. The first loan will be a maximum of £2,000 paid over 12 months. The maximum loan will be £5,000.
- A loan will not be given on the basis of a sudden large increase of shares.
- A loan cannot be granted during the period of any existing Credit Union Loan.
- The Loan Application Form should be completed at least one week before the loan is required.
- Loans over £4,000 may require proof of income.
- Loans must be paid back on a regular weekly or monthly basis, or as otherwise agreed with the Loans Committee.
- A Member must not apply for a loan to service a loan from another lending institution such as a bank or building society etc.
- If a Member runs into difficulty in repaying a loan for any reason (sickness, industrial dispute, bereavement, weather problems, etc.) then the Member should immediately inform the Credit Union so that alternative arrangements can be made to help the Member to remedy the problem.
- The Credit Union has, under law, a system in place whereby it can recover unpaid loans with any accrued interest and collection expenses after a period of consultation. In extreme circumstances the Credit Union will take a defaulting Member before the Court in order to protect the shares of other members.

EMERGENCY and CRISIS LOANS

The following is the criteria for Emergency and Crisis Loans.

1. The loan must be for a Crisis or Emergency only (i.e. Washing Machine, Car repairs etc).
2. The Member must have made regular payments.
3. The Member must not be in arrears.
4. The Member must have at least 50%-60% of the loan repaid.
5. The loan is at the discretion of the Loans Committee.

Loan Application Form

OFFICE USE ONLY

Loan No.	
Cheque No.	
Date	

TO BE COMPLETED BY MEMBER

Account No:
Date:
National Insurance No:

Name:
Address:

Telephone No:

I hereby apply for a loan of £ **(loans over £4,000 may require proof of income).**

For a period of year(s)

I desire the loan for the following purposes:

I am not indebted to any other Credit Union, Bank or Loan Agency either as a borrower or Guarantor, except as stated. The statements herein are made for the purpose of obtaining the loan and are true to the best of my knowledge and belief.

Loans may not be considered if APPLICANTS STATEMENT is not completed to the best of your ability.

APPLICANTS STATEMENT

I am indebted to the following creditors (list all bad debts such as loans, hire-purchase instalments etc).

Name of Creditor	Original Debt	Balance Due	Weekly/Monthly Repayments

Name of Employer:
Position:

Weekly/Monthly Salary:

Wife/Husband:

Name of Employer:
Position:

Weekly/Monthly Salary:

Number of dependents:
How long at present address?

Do you own or rent present address?

I declare that to the best of my knowledge and belief I AM / AM NOT in good health and I AM / AM NOT fit to follow my normal occupation. (Strike out whichever does not apply).

Share Balance £
Loan Balance £

Signature of Applicant:

Part 2 to be completed by Loan Committee

On: ______ we approved/refused the loan for £ ______

to be repaid in weekly/fortnightly/monthly instalments

of a minimum of £ ______ including 1% interest per month on the reducing balance.

______ **LOAN COMMITTEE** ______

Part 3 to be signed by Applicant and witnessed by a Loan Officer

I confirm I have read the conditions of this Loan Application Form and I hereby acknowledge receipt of the sum of £ ______

advanced to me on the terms set out above. I undertake to repay the sum of the above loan, plus 1% interest per month on my reducing balance, on the dates and amounts agreed. I also understand a large repayment will reduce the interest owed on the reducing balance.

Signature: ______ Date: ______

Witnessed by: ______ **LOAN COMMITTEE**

This Credit Union is regulated by the Financial Conduct Authority and the Prudential Regulation Authority and savings protected by the Financial Services Compensation Scheme.

I wish to have my loan transferred directly into the account below:

To Bank ______

For the Credit of ______

Account Number ______ Sort Code ______

Signature(s) ______

Print ______

Date ______