

**Retail Lending Terms and Conditions**
**Edition 40**
**Effective date: July 28, 2020**
**6.3 Master Card Gold/VISA Gold credit card secured by property (including paper gold and cash)**

Purpose	Purpose	Payments			
	Eligible age of client/co-borrower/guarantor	18-65 years old, provided that the borrower's age at the time of expiry of loan agreement will not have exceeded 65, otherwise a co-borrower or guarantor is required. The eligible age of co-borrower or guarantor is 18-65 provided that at the time of expiry of agreement it will not have exceeded 65. If involvement of a co-borrower or guarantor is a required condition under loan terms (except where co-borrowers or guarantors possess at least 70% of income included in OTI calculation), the eligible age is 18-65 provided that at the time of expiry of agreement it will not have exceeded 65.			
Client's personal details	Residency	Citizens and non-citizens of Armenia who are resident in Armenia			
	Currency	AMD	USD	EUR	
Terms of credit card	Card service fee	AMD 2,000 monthly/AMD 20,000 annually <b>(AYO cards are subject to the Fees and Rates of AYO Cards with Credit Line)</b>			
	Card package service fee	AMD 1,500 monthly/AMD 15,000 annually <b>(AYO cards are subject to the Fees and Rates of AYO Cards with Credit Line)</b>			
	Minimum and maximum credit limits	AMD 1,500,000 - AMD 5,000,000	USD 5,000 - USD 15,000	EUR 5,000 - EUR 15,000	
	Increase of credit limit of card	AMD 5,000			
	Term (months)	N/A			
	Interest rate		<b>16.5%</b>	<b>13.5%</b>	<b>11.5%</b>
			Where the client wishes that insurance of pledge should be obtained by the bank, the rate of interest is increased by: <ul style="list-style-type: none"> <li>• 2.5% if the pledge is vehicle, or</li> <li>• 0.5% if the pledge is plant and equipment.</li> </ul> Where the insurance of real estate is obtained by the client, the interest rate is reduced by 0.05%, based on the share of each type of assets in the total collateral.		
			If repayment schedule is differentiated or mixed, the applicable interest rate is increased by 0.5%.		
			If loan-to-value ratio differs from approved standard, the applicable interest rate is increased by 0.5%.		
			Depending on credit history, the applicable interest rate can be increased by 0.5%.		
		If the loan is secured by cash or bonds issued by Ameriabank, the interest rate is: <ul style="list-style-type: none"> <li>- Applicable interest rate for cash/bond + 4%, but in any case not more than the rates specified above, if the loan and the collateral are in the same currency</li> <li>- Rates specified above, if the loan and the collateral are in different currencies</li> </ul> Where the client chooses a repayment option without early repayment fee for loans exceeding AMD 15 million, the interest rate is increased by 2% (not applicable to loans secured by cash/bonds).			
Grace period	Up to 51 days				
Forms of repayment	Minimum payment required	10% of utilized amount as in account statement, or AMD 5,000/USD 10/EUR 10, whichever the greater, plus accrued interest *Not applicable to loans secured by cash/bonds and credit cards to Premium and Partner clients			
	Interest calculation	If the client repays the whole amount utilized in one month during the grace period, no interest accrues.  If the client does not make repayment, utilized amounts bear interest starting from the first day withdrawn. The same interest accrues to amounts utilized after that and is payable on monthly basis.			
Security	Eligible security	Real estate, vehicles to the reasonable satisfaction of the bank, metal accounts in gold, cash and bonds issued by Ameriabank			
	Maximum loan-to-value (LTV) ratio*** (if the loan is secured by real estate, vehicles or plant and equipment, calculation is based on their liquidation value)	The value of the loan security shall be included in the estimation of the LTV ratio in an amount not more than: <ol style="list-style-type: none"> <li>1. Real estate: 70% if in Yerevan, 60% if outside Yerevan</li> <li>2. Vehicles: 60%</li> <li>3. Property and equipment: 40%, but not more than 30% of the value of aggregate pledge</li> <li>4. Metal accounts in gold with Ameriabank: 80%</li> <li>5. Cash collateral/bonds issued by Ameriabank: <ul style="list-style-type: none"> <li>-90% if currency of the collateral is the same as of the loan</li> <li>-70% if currencies of the collateral and the loan are different</li> </ul> </li> </ol>			
	Location of real estate to be pledged	Capital cities and regional centers of Armenia and Artsakh, as well as the towns of Abovyan, Etchmiadzin, Jrvezh, Arinj, Dzoraghbyur, Tsaghkadzor, Dilijan, Qajaran and Jermuk			
	Age of vehicles to be pledged	Max 12 years for foreign brand vehicles other than vehicles made in Russia, China and Iran, in which case max age is 8 years			

	Appraisal of pledge	Pledged property to be appraised by an appraising partner of the bank.
		Vehicles to be appraised by an appraising partner of the bank.
	Additional security	The bank may request guarantee of individuals and/or companies as additional security.
Insurance of pledged property	Insurance of pledged property	<p>The insurance of real estate, vehicles and plant and equipment is maintained throughout the loan term:</p> <p>1. If obtained by the client: at least to the extent of the credit limit</p> <p>2. If obtained by the bank: to the extent of the credit limit</p> <p>The bank does not obtain insurance for the following vehicles:</p> <ul style="list-style-type: none"> <li>• Vehicles transporting hazardous materials (toxic substances, chemicals, radioactive and explosive materials)</li> <li>• Vehicles to be used in races, test drives; vehicles which have three wheels, snow removers, motorcycles, special purpose vehicles</li> <li>• Taxis and rental cars</li> </ul>
Required documents	Required documents	Required documents filed together with loan application
		• Loan application
		• ID [original]
		• Certificate of ownership of property to be purchased/pledged [copy]
		Documents required after initial approval
		• Proof of employment and/or other income
		• Marriage (divorce, spouse death), birth certificate [original]
		• Certificates of registration and ownership certificates of vehicles to be pledged [original]
		• Certificate of title to real estate to be pledged [original]
		• Geodetic measurement report of land plot to be pledged*****
		• Initial report on appraisal of real estate/vehicle
		Documents required after loan approval
		• Copies of bases of title to real estate (to be submitted upon request)
		• IDs of owners of property to be purchased/pledged [originals]
		• Copies of marriage (divorce, spouse death) certificates of owners of property to be pledged
		• Statement from the State Committee of Real Estate Cadaster on encumbrance of real estate (unified statement)
		• Statement, issued by the Police, on encumbrance of vehicle
		• Real estate appraisal report (final)
• Real estate/vehicle insurance policy		
• Other documents as the bank's specialist may request		
Other amounts payable	Early repayment fee	5% of prepaid amount, chargeable if early repayment of the whole or part of loan is made during the first 3 years of loan term. Applicable to loans exceeding AMD 15 million where the credit limit has been prepaid in full. Not applicable to loans secured by cash or bonds.
	Late payment fines and penalties	The interest rate specified in the loan agreement shall continue to be applied to overdue loans. Fine in the amount of 0.13 % of overdue loan/interest for each day beyond terms
	Lump-sum fee for failure to make required minimum monthly payment when due****	AMD 5,000
Miscellaneous	Other fees payable by client	<ul style="list-style-type: none"> <li>• Fee for unified statement from the State Committee of Real Estate Cadaster of the Government of the Republic of Armenia</li> <li>• Fees for notarization of pledge (real estate or vehicle) and filing of the bank's security interest under pledge agreement</li> <li>• Fee for statement from the Police on encumbrance of vehicle</li> </ul>