

Security Loan Application

All information is treated in the strictest confidence

If you need any help in completing this form, staff or volunteers in the Credit Union will be pleased to assist.

Section 1 Personal Details

Name:		Membership Number:	
Address/Postcode:			
Email Address:			
Preferred contact number:		Alternative:	

Section 2 Loan Details

I would like to borrow _____ over _____ Months Years I wish to repay the loan at:
 _____ plus _____ savings per week fortnight month
(we recommend that you keep saving while you repay the Security Loan)

I CONFIRM MY MONTHLY INCOME IS _____ I HAVE ATTACHED MY RECENT PAYSHEET
 I will be paying by: Standing order Payroll deduction (attached)

How would you like your payment made? ***complete appropriate category**

Paid to my bank account by BACS **A/C Name** _____

A/C Number		Sort Code	
Name of Bank		Bank Address	

or
 Paid by cheque payable to _____
 or

Paid as a 'cash' cheque Please be aware that the maximum value of a cash cheque is £1,000.00.

Section 3 Loan Application Signatures

Data Protection Statement: In order to process your application, we will supply your personal information to credit reference agencies (CRAs) and they will give us information about you, such as your financial history. We do this to assess creditworthiness and product stability, check your identity, manage your account, trace and recover debts and prevent criminal activity.

Important – Your Personal Information

We will also continue to exchange information about you with CRAs on an ongoing basis, including information about your settled accounts and any debts not fully repaid on time. CRAs will share your information with other organisations. Your data will also be linked to the data of your spouse, any joint applicants or other financial associates.

The identities of the CRAs, and the ways in which they use and share personal information, are explained in more detail at:

- Callcredit.co.uk/crain
- Equifax.co.uk/crain
- Experian.co.uk/crain

By proceeding, you are accepting that we may use your information in this way.

Signature:		Date:	/ /
Full Name:			

THE LOAN OFFICER RESERVES THE RIGHT TO CARRY OUT CREDIT CHECKS ON LOAN APPLICANTS

FOR OFFICIAL USE ONLY

Approved by _____ Loan Outcome Approved
 2nd Signatory _____ Declined
 Date _____

Section 4 Loan Agreement

Full Name: Loan Number:
 Address:

LOAN DETAILS

The amount borrowed under this loan agreement is _____
 The sum owing under an earlier agreement _____
 The monthly rate of interest is _____
 The ANNUAL PERCENTAGE RATE (APR) is _____
 The loan repayment period is _____
 The repayment amount will be _____
TOTAL AMOUNT PAYABLE (including interest) _____

£	
£	
	0.5 %
	6.2 %
£	
£	

TERMS OF THE AGREEMENT:

1. *The Lender will lend and the Borrower acknowledges that they have received, the sum borrowed under this agreement. The Borrower will repay the Loan (i.e. the Total Amount Owning) by the repayments set out in the loan details above, including Interest charged daily on the unpaid balance of the loan and any unpaid interest at a rate not exceeding 0.50% per month, that is an ANNUAL PERCENTAGE RATE (APR) of 6.2%*
2. *The Borrower has the right to settle the Agreement early at any time by paying in full the balance of the Loan and any unpaid interest outstanding. The Lender will, on request, provide the Borrower with a written statement of the sums which have been paid and which remain outstanding under the agreement.*
3. *If the Borrower fails to pay any amount due to the Lender under this agreement, or breaches any of its terms, the Lender has the right to demand early repayment of all or part of the balance of the Loan outstanding, together with any unpaid interest. The Lender will give the Borrower written notice not less than seven days before taking any action to recover any such sum. The Borrower acknowledges that, if any loan repayments are not paid, or are not paid after the agreed time, this may result in the Total Amount Payable under the Agreement being greater than the sum set out in the Loan details.*
4. *If the Borrower misses two payments into their saving accounts, their saving will be transferred to pay off the existing loan balance and if at this stage your savings are insufficient to clear the loan the debt will be transferred to a debt collector or court action will be taken.*
5. *In the event at any time the loan fall more than three months in arrears the loan shall be in default. The whole of the loan plus interest will become immediately repayable and the lender will be entitled to apply the value of the borrower's shares to the outstanding loan balance and any unpaid interest.*
6. *The Borrower will be liable for any costs the Lender incurs in recovering sums due under the Agreement*
7. *The borrower agrees to assign to the lender all paid share and payments on account of shares which the borrower has or may have in future in the credit union as security for payment of the loan and for interest or expenses which may become due and the Borrower authorises the credit union to set off or apply any or all such shares towards payment of the loan, interest or expenses owed by the borrower.*

Section 5 Loan Agreement Signatures

This is a legally binding agreement; sign it only if you wish to be bound by its terms. If you don't understand any part of this agreement, you should take independent legal advice from a local Citizens' Advice Bureau, Law Centre or a solicitor.

Applicants' signature*:			
Full Name:		Date:	
	(Borrower)		
Signature:			
Full Name:		Date:	
	(For the lender)		