

ARMSWISSBANK’s MAIN TERMS OF LENDING *

Project Financing Loans* ¹

Terms *	Loan
Maximum amount (AMD)	1,000,000,000
Maximum term of maturity (year)	10-12
Maximum term of preferential (year)	2
Maximum nominal percentage	10-12%
GAF RE, AMD	8.5%-9.5%
GAF RE, USD	5.5%
Interest calculation methodology	Calculated against the diminishing balance of the loan on a 365 day per year basis
Interest on the unused amount of the Loan	-
Lending method	Cash
Payment method	By monthly annuity payments with a possibility of up to 6 months grace period
Collateral	Real estate, fixed assets, personal guarantees of third parties
Maximum loan/collateral ratio	70%

¹ Export companies are provided with additional discounts and benefits (in AMD, in foreign currency)

Loan commission fee The minimum fee is paid at the time of Submitting the loan application. In case of approval, the remaining amount is paid up and in case of refusal the paid amount is returned without any charges	<ul style="list-style-type: none"> • 1%, min 300,000 AMD • GAF, RE 0.5%, min 100,000 AMD, max 1,000,000 AMD
Loan servicing fee	0.2% annually, is charged 2 times yearly, is calculated on the amount of loan balance. This fee is not for the customers, who provide the Bank information required for the financial monitoring.
Collateral insurance requirement	At the Bank's request, at least for the amount of the loan's
Collateral assessment	Required
Daily penalty against % of the repayable amount	
Daily penalty against overdue interest amounts	
Interest rate applied for overdue amounts (principal, interest)	According to the requirements of the 411 article of RA Civil Code
Penalty in case of prepayment calculated on the prepaid amount (in case of a line of credit the penalty is calculated against the limit of the loan)	<ul style="list-style-type: none"> • 5% until 1/2 of the contract term of the loan 1% after 1/2 of the contract term. • There can be no prepayment penalties, but in that case the interest rate can be increased with 1 percentage point. • GAF, RE 0%
Penalty for hindering loan monitoring activities	AMD 100,000
Penalty for using the loan or part of the loan for purposes other than those stipulated	10% of the amount used for purposes other than those stipulated
Changes/Review of the present contract (loan,	AMD 50,000
Collateral, bank guarantee, etc.) Notifying the client about the approval decision	2 business days

Actual transfer of the loan amount	Within 3 business days after the client submits all the documents required for processing the loan
Review of approved/not yet granted loan terms	AMD 50,000 but no more than the commission fee charged/to be charged for the previous decision

- The project is considered as a new (new business, new direction, new markets, etc.) and long-term projects in which the bank finances at least 25% of the investment required for the project.
- **Loans with deviations from these conditions may be rejected by the bank or approved at a high interest rate of 1-2 percentage points above the mentioned interest rate.
- *** An amendment to an operating contract shall be deemed to be at least the following cases, unless otherwise decided by the Bank's Credit Committee:
 - a revision of the repayment schedule set out in the credit covenants, if the penalty for early repayment is not provided for,
 - change of other terms of the loan agreement (interest rate, purpose of credit, delivery method, etc.) according to customer's application,
 - alteration of the basic terms of the security, including the collateral or guarantee contract, full or partial early release of the collateral or guarantee, in accordance with customer's application, etc.
 - The tariff does not extend to the change of the contract whose alteration is the consequence of another contract.