

Borrower's Memo

Prior to making a final decision on obtaining a loan, all possible factors shall be taken into account, since a loan is a big responsibility that involves obligations to repay the principal amount and interest.

The decision to obtain a loan is a responsible decision

Before applying for a loan, the borrower shall pay attention to the fact that receiving it implies an obligation to repay the principal amount and interest within the terms and conditions established by the Loan Agreement.

Before deciding to receive a loan, the borrower should:

- determine the intended purpose of the loan, assess the need for a loan and the possibility of timely repayment in accordance with the Loan Agreement;
- get familiar with the terms and conditions under which the loan will be provided, including all payments associated with obtaining the loan and its repayment;
- pay attention to the loan interest rate;
- pay attention to the size of the annual effective interest rate, which takes into account the borrower's payments associated with obtaining a loan;
- pay attention to the full cost of the loan in absolute terms, which takes into account the client's expenses, including payments in favor of the third parties at the time of concluding the Loan Agreement.

Carefully study the Loan Agreement and other documents

Prior to signing the Loan Agreement, you must carefully study its terms and conditions and weigh all the pros and cons. Before signing the agreement, the borrower has the right to as follows:

- request draft agreements for legal advice;
- if the terms and conditions of the Loan Agreement are unclear, ask the employees for clarification.

Signing documents to obtain a loan

At the request of the client, the Loan Agreement is drawn up in the state or official language (with the right to choose the language). When signing the agreement, the borrower should clarify all the terms and conditions under which the loan is issued in order to avoid possible problems in the future with the return of borrowed funds in accordance with the terms and conditions of the Loan Agreement. The agreement and other documents should be signed by the borrower only if there is an accurate understanding of the amount of expected payments and full confidence in the borrower's ability to repay them within the agreed time frame.

It must be remembered that by signing the Loan Agreement, the borrower agrees to all its terms and conditions, and assumes obligations to fulfill them. After signing the Loan Agreement and until the receipt of funds, the borrower has the right to refuse to receive the loan.

The borrower needs to know that in case of non-fulfillment or improper fulfillment of obligations in accordance with the Loan Agreement, the collateral may be recovered by the bank in accordance with the legislation of the Kyrgyz Republic.