

## LOAN AGREEMENT FORM

All information required by this form must be completed in full before being signed by the borrower.

### Lender's Details ("the Lender")

NFRN Credit Union Limited

Registered address: Yeoman House, Sekforde Street, LONDON, EC1R 0HF

The lender is a credit union registered under the Credit Unions Act 1979 which governs the operation of this agreement

### Borrower's Details ("the Borrower")

Name..... Membership number.....

Address.....

..... Postcode.....

### Guarantor's Details ("the Guarantor"), if any

Name..... Membership number.....

Address.....

..... Postcode.....

*Delete this box if not applicable*

### Loan Details

The amount borrowed under this loan agreement is £  (A)

If applicable, the sum owing under an earlier agreement  
 (including unpaid loan balance & any unpaid interest) is £  (B)

The TOTAL AMOUNT OWING ("the Loan") is £  (A+B)

The monthly rate of interest is  1.00 %

The ANNUAL PERCENTAGE RATE (APR) is  12.68 %

The loan will be repaid by this number of monthly repayments  (C)

The amount of the monthly repayment will be £  (D)

The TOTAL AMOUNT PAYABLE is (see term 6 over) £  (CxD)

**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 Owing) by the repayments set out in the loan details above.
2. Interest will be charged monthly on the unpaid balance of the Loan and any unpaid interest at the rate set out in the Loan details above.
3. 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.
4. The Borrower acknowledges that the details given on the Loan Application for this agreement are correct and will inform the Lender immediately of any change in financial circumstances which may reduce their ability to repay the Loan or of any change in their address.
5. 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 agreements 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.
6. The member is advised that one of the consequences of being declared in default is that all their shares (less £1 to retain membership in the Credit Union) may be forfeited to repay the loan plus interest, costs and expenses pursuant to the Loan Agreement.
7. The Borrower will be liable for any costs the Lender incurs in recovering sums due under the Agreement
8. Any Guarantor under this agreement will be liable for sums due under it which the Borrower fails to pay.
9. The Borrower has the right to cancel this loan without penalty within 14 days from receipt of these contractual terms and conditions.
10. If the borrower cancels the loan within the prescribed 14 days they have 30 days in which to return the money.

**Signatures**

*This is a legally binding Agreement: sign it only if you wish to be bound by its terms. If you do not understand any part of this Agreement you should take independent legal advice, for example from a local Citizens' Advice Bureau, Law Centre or a Solicitor.*

Signatures: \_\_\_\_\_

Full name: \_\_\_\_\_  
 (Borrower) (Guarantor, if any) (for the Lender)

Date: \_\_\_\_\_

**NOTE: The Borrower (and any Guarantor) must be given a copy of this Agreement when it has been signed by all parties**