

Land Financing Loan

KEY FACT STATEMENT | As per BDL Circular No.134

	Residents	Non Resident Lebanese Residency in UAE, Qatar, Bahrain, KSA and Australia
General		
Loan Purpose	Finance land purchase (organized plots only)	
Loan Currency	USD	
Loan Amount	Minimum \$50,000 Maximum \$500,000	
Loan Term	Minimum 2 years Maximum 10 years	Minimum 2 years Maximum 8 years
Grace Period	45 days from disbursement	
Loan To Value	60% (inside Beirut) 50% (other regions)	50%
Guarantees	Property Mortgage Group Life and Fire Insurance Policy	
Property Mortgage Details	First degree mortgage on full shares in favor of Arab Bank for 115% of loan amount (105% for Elite Customers)	
Group Life and Fire Insurance Policy Details	° Type: Group Insurance on Life, Total Permanent Disability and Property ° Coverage: 100% of loan balance ° Insuring company: Jordan Insurance Company	

Repayment		
Disbursement	Single Disbursement	
Repayment Method	Within 45 days from loan disbursement date In monthly payments	
Interest Rate	° Type: Variable rate reviewed annually ° Value: BRR(*)+1.15% with a minimum of 5.75%	° Type: Variable rate reviewed annually ° Value: BRR(*)+1.65% with a minimum of 5.75%
Group Life and Fire Insurance Policy Rate	0.75% annually added to the applied interest rate (0.25% for Elite customers - 0.60% for Premium customers) (*)Beirut Reference Rate	

Fees		
File Fees	0.5% of total loan amount Minimum \$200 - Maximum \$1,800	
Certified Expert Fees	\$150	
Early Settlement Fees	2% of the amount to be settled with minimum 20 USD	
Rescheduling Fees	2% of outstanding loan balance	
Buy Out Fees to Another Bank	5% of outstanding loan balance	
Late Payment Fees	2% above the applied interest rate Customer may lose his/her ownership of the guarantee in case of default of payment	

Typical APR Examples (including File & Expert Fees & Insurance Payment)**						
Net Loan Amount	5 years	7 years	10 years	5 years	6 years	8 years
\$50,000	8.56%	8.46%	8.39%	9.10%	9.04%	8.97%
\$150,000	8.47%	8.39%	8.34%	9.01%	8.97%	8.91%
\$300,000	7.91%	7.84%	7.79%	8.44%	8.41%	8.36%

Monthly Payments Examples (including Insurance Payment)** (in USD)						
Net Loan Amount	5 years	7 years	10 years	5 years	6 years	8 years
\$50,000	1,015	780	608	1,027	890	721
\$150,000	3,044	2,340	1,822	3,080	2,669	2,161
\$300,000	6,014	4,604	3,563	6,087	5,264	4,244

(**)Above tables figures are calculated based on a BRR of 6%

Disclaimer:

The above figures are solely for simulation purposes and should not be considered as an offer nor an acceptance for a loan. Arab Bank reserves the right to review and/or amend conditions and terms stipulated in this document at its discretion and without prior notification.

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