

REFINANCING BOSA LOAN APPLICATION FORM-B (NON TSC EMPLOYEE)

LOAN APPLICATION AND AGREEMENT FORM -B (84 MONTHS) NUMBER.....

A) PERSONAL INFORMATION

Member full name.....
 Permanent address.....Residential Address.....Mobile phone no.....
 Date of birth..... ID NO.....Payroll no..... M/No.....
 DivisionZone..... FOSA A/C no..... Branch
 Employer and Mailing addressEmail address.....
 Present work station and Address
 Position in employmentTerms of service/permanent/contract/others (specify).....
 Position in Society-Director/ Member/employee/others (specify).....
 Present net income per month Ksh..... Monthly Expenditure Ksh.....

B) APPLICABLE TERMS FOR GRANTING LOANS

FORTITUDE SACCO is a responsible lender. The granting of any loan shall be governed by relevant provisions of;

- (i) The co-operative societies Act and Rules (ii) The society's By- laws (iii) The societies lending regulations as drawn from time to time.
1. A copy of the applicant's national identity card and current pay slip must accompany each loan application.
 2. No applicant shall qualify for a loan unless he/she has been a contributing member of the society and has minimum share holdings of Ksh. 15000 (except for Wezesha loan). An outstanding loan must be cleared (of the same type) before a new loan is granted.
 3. The total loans granted shall not exceed 3(three) times a member's share deposits and subject to the maximum of 5%of the society's share capital & reserves and availability of funds.
 4. No member will be allowed total deductions including loan repayments in excess of two thirds of his basic pay.
 5. A loan must be guaranteed by at least 3 members whose total guarantee equals to the loan applied.
 6. Guarantors who must be member of the society shall not guarantee in excess of five times his/her total deposits.
 7. The maximum repayment period shall be 72 Months.
 8. No member shall withdraw his/her deposits unless all obligations are cleared in full and loans guaranteed are cleared.
 9. Members who have defaulted on shares, deposits or loan will NOT be eligible for any loan for a period of at least 3 months.
 10. In the event of loan default, a penalty of 20% p.m of the defaulted amount in addition to the relevant charges that will apply.

further undertake to keep these instructions to my employer now and in future in force until full payment of this loan. Failure by my employer to effect loan deduction within one (1) months from the date of receiving the loan, I will take responsibility of repaying the amount due in cash/cheque until it is effected by my employer through check off. Should I leave employment before completion of repayment, I authorize any society debts be recovered from my dues from the society, any declared additional security and any other benefits including terminal benefits.

After exhausting my deposit, saving, additional securities and terminal benefits, I also authorize the society to use any other debt collection method so as to clear my loan arrears.

Applicant's signature..... Date.....Thump print
(Preferably left Thump)



I hereby certify that, the applicant is known to me and incase of default I'll assist guarantors of his/her whereabouts.

Witness signature..... Name..... Date.....

Witness society No..... Payroll No.....

H) CONSENT TO CRB LISTING

I..... permit the society to search my names from CRB LISTING to prove my credit worthiness, and that I agree that the society includes my names and details in the CRB listing in the event that I default.

Applicant's signature..... Date.....

I) REPAYMENT BY GUARANTEE (To be completed by guarantors)

We the undersigned hereby jointly and severally accept liability for the repayment of the above loan, interest and cost appertaining the aforementioned loan in the event of the borrower's default. We understand that the amount in default may be recovered by an offset against our deposits or attachment of our salaries or assets and that we shall not be eligible for loan unless the amount in default has been settled in full.

	Guarantor's Name	Phone no.	Payroll no	m/no	Amnt guaranteed	signature
1						
2						
3						
4						
5						
6						
7						
8						
9						
10						
	TOTALS					

(J) EMPLOYER'S APPROVAL

I recommend that the loan application should be accepted/rejected for the amount of Ksh..... repayable in.....installments.

The loan application rejected or reduced for the following reason(s)

.....
.....

NAME:.....SIGN.....DESIGNATION.....

N/B OFFICIAL STAMP MUST BE AFFIXED

DATE.....

(K) FOR OFFICIAL USE ONLY (LOAN APPRAISAL BY LOANS OFFICER)

- i) Total deposits ksh.....
 - ii) Total loan outstanding
 - a).....
 - b).....
 - C)
 - D.
- TOTALS Ksh.....

Frequency of loan during the year.....

Amount currently requested: ksh.....

New total loan will be Ksh.....

- iii) Eligibility calculation
 - Deposits ksh..... *4 =KSH.....
 - Basic monthly income Ksh..... *0.66 =Ksh.....

- iv) Repayments
 - (i) Previous loan Ksh.....
 - (ii)Current loan Ksh.....
 - Total not exceeding 2/3 ksh.....

I recommend that the loan application should be accepted /rejected for the amount of ksh..... Repayable in Installments. The loan application rejected or reduced for the following reason(s)

Signature Date

Loans officer.....

Internal Auditor's comment.....

Name.....Sign.....Date.....

C.E.O's recommendation.....

Name.....Sign.....Date.....

LOAN DISBURSEMENT

To be completed by Accountant:

Comment:

Cash ksh..... FOSA A/C NO..... Date.....

Name.....Sign.....Date.....

M) CREDIT COMMITTEE

We have today examined this loan application in conjunction with remarks herein and have recommended as follows;

- i) Loan approved Ksh..... Recoverable in..... installments at an interest of 12.5% per annum on a reducing balance.

Rejection: indicate the reason the deferral of rejection by ticking the appropriate box.

- | | |
|---|---|
| <ul style="list-style-type: none"> ii) Reasons for deferred loans: <ol style="list-style-type: none"> 1) Incomplete information or lack of supporting documents 2) Timeliness 3) Renegotiate loan terms or purpose 4) Inadequate funds to meet loan demand. 7) Others..... | <ul style="list-style-type: none"> iii) Reasons for rejected loans: <ol style="list-style-type: none"> 1) Inability to repay or bad repayment history 2) Loan not in proportion to deposits 3) Clear outstanding loans 4) Lack of proper guarantors or security 5) Membership period except for Wezesha |
|---|---|

Credit committee minute no..... Date.....

Chairman's signature..... member's signature 1)..... 2).....

