

Refinancing loan

Improve your existing loan conditions

Do you want to reduce your monthly loan burden? HSBC Bank offers you this opportunity. You will get a chance to enjoy our exceptionally low interest rates by applying for our refinancing loans. We offer mortgage loans in AMD starting from 11%¹ annual nominal interest rate and in USD starting from 8%² annual nominal interest rate.

Get acquainted with mortgage loans provided by us by visiting the respective section where the proposed interest rates, terms and conditions are presented in details.

Main terms and conditions of Refinancing Loan

- ✓ You can extend your existing loan term in accordance with the current terms of the Bank's property purchase and renovation loans.
- ✓ The loan currency can be changed in accordance with the Bank's lending terms to insure yourself against currency fluctuations.
- ✓ The Bank bears property evaluation, notary and first year's property insurance fees.
- ✓ The loan is provided
 - Without loan provision one-off fee
 - Without encashment fee
 - Without monthly or annual service fees
 - Without mandatory requirement of a guarantor.
- ✓ Repayment method selection with equal repayment of loan principal amount or monthly equal repayments (annuity).
- ✓ The loan is provided in case of satisfying the conditions set by the Bank.

Please get acquainted with the Terms of refinancing loans before applying.

¹ 11% for PLUS and STATUS customers, 12% is Bank's standard offer.

² 8% for PLUS and STATUS customers, 9% is Bank's standard offer.

***Attention:** The Customer orders the Bank to transfer the loan full amount to his/her account in another financial institution, based on a written notice/extract/ from the respective financial institution about the total sum of debt, in which the stated total sum of the debt may not exceed the amount stipulated in the loan agreement with the Bank. In case, the amount of Customer's financial obligation to the other financial organization /including accrued interests, penalties, fines and other payments /exceeds the loan amount stipulated in the loan agreement with the Bank, the Customer should cover the exceeding amount from his/her personal proceeds/funds, by transferring the sum to the respective account opened in the Bank- in order to fully execute his/her financial obligations towards the other financial organization.

- Principal is repaid in equal monthly installments, while interest amount decreases with the repayment of a principal. Therefore, monthly repayments will decrease over the loan tenor
- Repayments are calculated on annuity basis, where both principal and interest monthly repayment amounts change over the loan tenor, while the total monthly repayment amount remains constant.

Note: Accrued interest for the loans in foreign currency is subject to repayment with the loan currency or in AMD along with the monthly principal amount.

Interest amount calculation

Interest amount will be calculated on a daily basis by using the following formula:

$I = R \cdot L / 365$, where

I = one day interest amount

R = current interest rate

L = outstanding amount of loan

Representative examples of interest amount calculation

Example 1. House purchase loan in AMD with annuity repayment type was provided to the customer.

- Loan amount - AMD 25,000,000
 - Loan term - 120 months
 - Annual interest rate - 15%
 - Days in a year - 365
 - Loan provision date - 21/10/2015
 - First repayment date - 21/11/2015
 - Loan full repayment date - 21/10/2025
 - One-off service fee for the loan - AMD 100,000
-
- Monthly repayment amount AMD 403,337.39, out of which
 - Interest amount for the first month - AMD 318,493.15
 - Interest amount for the second month - AMD 307,173.15
 - Interest amount for the last month - AMD 5,549.63



Interest amount for the whole period of loan is AMD 23,468,357.85

Example 2. House purchase loan in AMD with Reducing repayment type was provided to the customer.

- Loan amount - AMD 25,000,000
- Loan term - 120 months
- Annual interest rate - 15%
- Days in a year - 365
- Loan provision date - 21/10/2015
- First repayment date - 21/11/2015
- Loan full repayment date - 21/10/2025
- One-off service fee for the loan - AMD 100,000

- Monthly repayments
 - Repayment for the first month - AMD 526,826.48 (out of which - interest amount AMD 318,493.15)
 - Repayment for the second month - AMD 513,984.02 (out of which - interest amount AMD 305,650.68)
 - Repayment for the last month - AMD 210,816.21 (out of which - interest amount AMD 2,482.87)

Interest amount for the whole period of loan is AMD 18,924,743.15

Example 3. House purchase loan in USD with annuity repayment type was provided to the customer.

- Loan amount - USD 50,000
- Loan term - 120 months
- Annual interest rate - 12%
- Days in a year - 365
- Loan provision date - 21/10/2015
- First repayment date - 21/11/2015
- Loan full repayment date - 21/10/2025
- One-off service fee for the loan - AMD 100,000

- Monthly repayment amount AMD equivalent of USD 717.35, out of which
 - Interest amount for the first month - AMD equivalent of USD 509.59
 - Interest amount for the second month - AMD equivalent of USD 491.10
 - Interest amount for the last month - AMD equivalent of USD 7.56



Interest amount for the whole period of loan is AMD equivalent of USD 36,166.40

Example 4. House purchase loan in USD with Reducing repayment type was provided to the customer.

- Loan amount - USD 50,000
- Loan term - 120 months
- Annual interest rate - 12%
- Days in a year - 365
- Loan provision date - 21/10/2015
- First repayment date - 21/11/2015
- Loan full repayment date - 21/10/2025
- One-off service fee for the loan - AMD 100,000
- Monthly repayments
 - Interest amount for the first month - USD 926.26 (out of which interest amount is AMD equivalent of USD 509.58)
 - Interest amount for the second month - USD 905.71 (out of which interest amount is AMD equivalent of USD 489.04)
 - Interest amount for the last month - USD 420.64 (out of which interest amount is AMD equivalent of USD 3.97)

Interest amount for the whole period of loan is AMD equivalent of USD 30,279.59