



SAILE Financial Services Ltd Company

Licenced with the Reserve Bank of Malawi under Microfinance Act 2010 No. NDMFI 017/22

Satisfying your financial needs

MZUZU OFFICE – Chitaya Building next to CCAP Synod Offices, P.O. Box 984, Mzuzu MALAWI

Phones 0995177768 / 0999970735 / 0999970936 / 01311194 e-mail sailefinancialservices2004@gmail.com

LILONGWE OFFICE – Located in Area 3 near ziboliboli market in the same building that houses Steel Kings Hardware – top floor Cell: 0998393837 / 0992991164 / 0992991165 e-mail saile.lilongweone@gmail.com

LOAN APPLICATION FORM – SML SCHEME

K30,000.00 to K500,000.00

PART A – SAILE MISSION STATEMENT

“We exist to uplift people’s lives through the professional provision of our easily and timely accessed credit facilities to our clientele while professionally meeting the various needs of our stakeholders.”

PART B – PERSONAL DETAILS

Full Names _____ Age _____

Marital Status _____ No. of Dependents _____ Id. No. (attach) _____

Employer and physical address _____

Years of Service _____ Present Position _____ Office Phones _____

Net salary (Attach statement/payslip) _____ Period (years) of stay at Current Residence _____

Purpose of loan (To be indicated) _____

Stay in own house _____ Rented house _____ Monthly Rentals _____

Residence _____ All Phones _____

IF MARRIED – Spouse’s Name _____ Phones _____

Work Place / Business Place (If applicable) _____

PART C – LOAN AGREEMENT Within the range of K30,000.00 to K500,000.00

MEMORANDUM of an Agreement for a loan is entered into on this day _____ Between SAILE Financial Services Ltd Co. (hereinafter called the Lender) and _____ of _____ (hereinafter called the Borrower)

The Lender agrees to lend the borrower a principal loan amount of MK _____ in words (_____) at an interest rate of 8.09% per month for six months and interest rate is calculated on reducing balance method. Total loan that is principal loan plus interest is MK _____. The Borrower shall repay six equal monthly installments of MK _____ thus principal plus interest inclusive. The first due month will be _____ and the final month will be _____. There is no penalty charge for early settlement of the loan. Both parties agree that the Lender will terminate this contract and request the whole outstanding balance should the borrower be in arrears of one month. The agreement between the lender and borrower is private and confidential. (Monthly loan repayment is Loan Amount X 1.41 / 6 months)

The due date for this loan is on every _____ of the month. Failure to pay on the due date will attract a daily charge of _____ which is 2% of the monthly loan installment. Payments to be made at SAILE offices or to SAILE officers when called; and should the Lender follow up payments; the Borrower shall be charged a follow up fee of K2,000.00, which is the normal cost of following up or collecting the payments outside SAILE offices. The Borrower further pledges to be making the monthly repayments in full and without fail. Should the Borrower makes a partial payment or fails to make any payment during a particular month, a daily penalty charge of 2% of the monthly loan installment which in this case is MK _____ will be charged to the loan account. The Borrower agrees to pay an administration and appraisal fee of 8.5% of the principal loan amount before loan disbursement. Effective interest rate is one hundred and fourteen point one five percent. Borrower agrees to have his/her records submitted to credit reference bureau and also agrees to get his/her records from the same and cost will be borne by the lender. Below are pledged items for the loan.

ITEM	DESCRIPTION	ESTIMATED VALUE

And third party guarantee by _____ Signed by me borrower _____

The above chattels will be repossessed and sold after fourteen working days should the Borrower defaults to pay a single installment. The cost of repossession and sale will be borne by the Borrower. And in the event of, dismissal, resignation, retrenchment or failure to pay for whatever reasons, loan balance will be claimed from the guarantor or sale proceeds of the client's chattels. If the pledged items will not be found in the house at the time of repossession, then the lender will repossess whatever will be found in that house. I sign this document knowing very well that I am bound by it.

SIGNED BY THE BORROWER_____ **DATE**_____

Signed on behalf of the Lender: Name_____ **Signa.**_____ **DATE**_____

Signing of an AGREEMENT witnessed by (Guarantor's Name)_____

PART D – THIRD PARTY GUARANTEE

I _____ of _____ do hereby guarantee that the loan will be repaid without any difficulties. Should the Borrower fail to repay as per the Agreement, I undertake the obligation to pay on his/her behalf. I am severely liable to the lender for the loan taken by the Borrower. I give the Lender the mandate to take any action it may deem fit to recover the money from me in the event of default, dismissal, retrenchment or resignation of the Borrower. I will be liable to the Lender should I act contrary to this third party guarantee arrangement. I sign this guarantee knowing very well that I am bound by it. I attach my identity.

NAME_____ **Signature**_____ **Date**_____
Address and Residence_____ **Phones**_____

PART E – OFFER AND ACCEPTANCE

To _____ of _____
We refer to your loan application above and we are pleased to inform you that MK _____ you applied for has been approved subject to the loan agreement and third party guarantee above. Interest rate is 8.092% per month for a six-month period and interest is calculated on reducing balance method. You will be required to be paying six equal monthly installments of MK _____ from _____ to _____. You should pay 8.5% of the loan amount as administration and appraisal fee. All the charges as per the loan agreement will be levied to the loan account. You accept that your guarantor _____ is severely liable for this loan. Please signify your acceptance of the loan terms and conditions by signing this offer letter within 3 days during which this offer is valid.

Signed by SAILE Official (On behalf of the lender)

To be signed by borrower

I accept unconditionally all the conditions of this loan granted to me and I am bound by this loan agreement. Signed by me _____ on this _____

PART F- PAYMENT

Admin. and appraisal fees of K _____ paid on receipt no. _____ Amount to be disbursed K _____
Admin. and appraisal fees of K _____ not paid. Net amount to be disbursed K _____

PREPARED BY

NAME_____ **SIGNATURE**_____ **DATE**_____

APPROVED & AUTHORISED BY

NAME_____ **SIGNATURE**_____ **DATE**_____

SKETCH MAP TO YOUR HOUSE

For Official use

Received by _____

Signature _____ Date _____

Guarantor Contacted by _____

Approved on _____

Disbursement

Form checked by me the Supervisor and hereby verify that it has been fully completed and all conditions met

Name _____

Signature _____ Date _____

Form checked by me an Accountant and hereby verify that all the required conditions have been met.

Name _____

Signature _____ Date _____

HOME VILLAGE _____ T/A _____ HOME DISTRICT _____

NEXT OF KIN

(1) FULL NAMES _____ WORK PLACE _____

RESIDENCE _____ CONTACT NUMBERS _____

(2) FULL NAMES _____ WORK PLACE _____

RESIDENCE _____ CONTACT NUMBERS _____