



PROMISSORY NOTE

FULL NAME _____

MEMBERSHIP NUMBER _____

Loan Number

For the total loan amount of £ _____, I promise to pay Forres Area Credit Union in weekly/fortnightly/monthly* instalments of £ _____ which will cover the loan repayment and interest of 1.2% per month on the reducing balance (APR 14.40%). I also wish to add £ _____ to the above payment for savings making a total of £ _____ weekly/fortnightly/monthly*.

In the case of default in payment as agreed, the entire balance of this promissory note shall become immediately payable at the option of the holder, Forres Area Credit Union. I hereby pledge all paid up shares I now have, or hereafter may have, in this Credit Union as security for repayments of this loan, together with any interest or costs incurred. I hereby authorise the Treasurer to apply such shares as pledged.

Signature of Borrower _____ Date _____

Address _____

First Witness Signature _____ Name in Capitals _____

Second Witness Signature _____ Name in Capitals _____

Notes for Members

** Delete as applicable*

- The borrower is responsible for the full amount of the outstanding loan, until that amount is repaid.
- Acceptance of this loan agreement means you are agreeing to the repayment terms. This loan has been agreed on the basis of the information you provided and your ability to repay. **IF AT TIMES YOU EXPERIENCE DIFFICULTIES WITH YOUR REPAYMENTS, PLEASE CONTACT THE CREDIT UNION AT THE EARLIEST OPPORTUNITY TO DISCUSS THE SITUATION.**
- Members may pay off loans early, in full or part, without penalty. Payments additional to those agreed above may be made to reduce the outstanding balance of a loan at any time. Reducing the payment period also reduces the cost of the loan to the member.
- A member may not withdraw shares while a loan balance greater than their share balance exists.
- If you default on your payments for a period of three months, any share balance will be transferred to the Loan to offset part of the debt and the remaining balance will be forwarded to a Debt Recovery Agency at an **additional** cost to you of 10%.
- Further advice on these procedures may be made from the Office. Please call in, phone and leave a message, email or write to the above address.

For use by Credit Union

Cheque Number _____ Date Issued _____ **First Payment Due** _____