

**CIB Cash-Backed Loan and CIB Partner Bank Guarantee with Cash Collateral  
CUSTOMER INFORMATION NOTICE**

Below we draw your attention to our Bank's product **CIB Cash-Backed Loan** which offers a solution to manage liquidity problems, for newly established or existing resident companies (Nyrt, Zrt, Kft, Bt, Kkt), sole traders, single-member companies, smallholders, self-employed lawyers, non-profit organisations, if the customer has a bank deposit but does not wish to reduce the amounts of his or her savings.

The product is recommended to operating resident with an annual net sales revenue and balance sheet total of no more than HUF 300 million.

**Main characteristics of CIB Cash-backed Loans:**

<b>Loan purpose:</b>	Short or medium-term any-purpose loan
<b>Loan currency:</b>	HUF, EUR, USD, CHF
<b>Loan amount:</b>	<b>HUF 1,000,000 – 150,000,000</b> maximum depending on the offered collateral
<b>Loan term:</b>	depending on frequency of interest payment In the case of short-term loans: 1-12 months. For loans with term longer than one year, in the case of quarterly interest payment, from 3 months, in the case of half-yearly interest payment, from 6 months, in the case of annual interest payment, from 24 months to up to 60 months.
<b>Loan collateral:</b>	Cash deposit of the business or private individual applying for the loan, placed with the Bank. Deposit provider: the collateral may be provided by any resident or non-resident natural persons or legal persons or business organisations without legal personality, although the enterprise providing the deposit may not be other than the loan applicant enterprise. The owner of the deposit must open a bank account at the Bank for placing the collateral. (The same loan transaction may be secured by more than one depositor, although the same deposit may only be connected to one loan transactions.) The deposit currency must always be identical to the loan currency, and the deposit amount must be at least 103% of the loan amount. Deposit maturity must be the same as the term of the loan.
<b>Frequency of interest payment:</b>	depending on the frequency of interest payment for the deposit and adapted to the business's needs, it may be monthly, quarterly, half-yearly, or annual, or for short-term loans, at the end of the term.
<b>Principal repayment:</b>	At the end of the term, in one lump sum.
<b>Prepayment:</b>	Partial or full prepayment is possible giving 2 bank working days' prior notice.

If you seek a quick solution to optimise expenses that involve injecting funds, and you can pledge a deposit placed at the Bank as collateral, you may want to consider the advantages of the product<sup>1</sup>:

- You can get a loan at a lower cost than the tax implications of the interest of loan to members, which means savings for you;
- The CIB Cash-Backed Loans offers more favourable terms than member loans, both to the borrower and the private individual providing the collateral;
- There is a possibility to refinance existing member loans.

**Conditions applicable to the borrower:**

- Not subject to bankruptcy, liquidation or final settlement proceedings, and no foreclosure proceeding has been launched against it; tax number is not suspended or cancelled;
- No ongoing lawsuit filing is indicated in the company registration certificate of the applicant;
- The customer's loans at CIB Bank have not been rescheduled two or more times in the past 12 months.
- There must be no transfer orders of authorities enforced against the company's bank account held at CIB Bank;
- In the past 12 months, there have been no official transfer orders against the customer's account kept at CIB that were not fulfilled or were only partially fulfilled for more than 35 days, and no such orders are currently outstanding;
- Not listed in the CCIS with negative information;

**To apply, you need to submit the following documents to the bank branch that manages the account:**

- Fully completed **Application Form** appropriate for the requested type of credit facility, signed by the company and by the guarantors;
- Annual **financial statements** for 1 full closed year or returns for personal income tax (SZJA)/simplified business tax (EVA)/itemised small-taxpayer tax (KATA) for 2 years (in the case of 1 year closed, for 1 year); in the case of start-ups, the opening balance sheet.
- The **latest memorandum of association**, deed of establishment consolidated with amendments (and any amendments thereto, unless consolidated with the base contract, and members' resolution, if these documents require this for any borrowing).
- In the case of refinancing member loans: **trial balance**

<sup>1</sup>Taxation information relating to this offer does not constitute tax advice or an official interpretation of applicable laws. It is always the customer's responsibility to appropriately interpret and apply the provisions of tax laws. The actual tax liabilities of customers and the tax implications of the relevant products and services are always influenced by the individual circumstances of the case; therefore in each case the tax implications can be assessed exactly only based on an individual examination; for this purpose, please contact a tax expert.

The Bank provides favourable terms also for managing bank guarantees and suretyship, for which we recommend our product **CIB Partner Bank Guarantee with Cash Collateral**:

**Main characteristics of CIB Partner Bank Guarantee with Cash Collateral:**

**Product purpose:** Cash-backed bank guarantee

**Currency:** HUF, EUR, USD, CHF

**Amount of bank guarantee:** **max. HUF 150,000,000**

**Term:** max. 5 years

**Collateral for the bank guarantee:** Cash security placed as a deposit with the Bank: Cash or bank account receivables pledged as collateral, deposited in a blocked account before the time of the risk assumption. In the case of a foreign-currency deposit,

the forint equivalent of the deposited amount, converted at the CIB buy exchange rate valid at the given time.

As an alternative to cash collateral, only government securities maturing within 3 years, bonds issued by CIB HUF Money Market Funds, CIB Yield Protected Deposit Fund or CIB-issued bonds are acceptable.

The owner of a cash collateral may be the applicant enterprise or another private individual as well.

The maturity of the collateral deposit must be 14 days later than the expiry of the guarantee.

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- The **latest memorandum of association**, deed of establishment consolidated with amendments (and any amendments thereto, unless consolidated with the base contract, and members' resolution, if these documents require this for any borrowing).
- Bank Guarantee Order form.

If you have any other questions, please call our CIB24 non-stop phone helpdesk at **(+36 1) 4 242 242**, or contact the experts in our branch network, who will gladly help you.

Please be advised that the information is not comprehensive. The detailed terms of the products are contained in the List of Conditions for Cash-Backed Loans for sole traders and companies, the General List of Conditions for economic operators and other organisations and sole traders, the General Business Regulations, and, in respect of sole traders, the General Terms and Conditions of the Retail Division. The Bank reserves the right to change the terms of credit appraisal and the conditions.