

# Key Facts Statement (KFS) for Business Secured Loan

PAO Bank Limited (the "Bank")

**Business Secured Instalment Loan (BSLI)**  
**July 2024**

This product is a business secured loan, which comprises business secured instalment loan and/or business secured revolving loan.

This KFS provides you with indicative information about interest, fees and charges of business secured instalment loan but please refer to our loan confirmation letter for the final terms of your business secured instalment loan.

## Interest Rates and Interest Charges

### Annualised Interest Rate

For a loan amount of HK\$3 million:

|   |  |
|---|--|
| Loan Tenor  | 25 years<br>Maximum Loan Tenor is 25 years, all below calculations are based on 25 years |
| Annualised interest rate (or range of annualised interest rates) based on the Bank's Prime Rate (P) | From P - 2.0%  |
| Annualised interest rate (or range of annualised interest rates) based on the Bank's 1-month HIBOR  | Not applicable   |

The Annualised Interest Rate quoted here is for reference only.

Interest rate of BSLI will be adjusted automatically based on the Bank's Prime Rate applicable on each monthly instalment repayment due date. The effective interest rate as adjusted will be applicable to the next instalment period.

Prime Rate (P) means the Hong Kong Dollar Prime Rate as announced by the Bank from time to time.

### Annualised Overdue / Default Interest Rate

36%

Default interest shall accrue from day to day on the overdue amount from the due date up to the date on which the Bank actually receives irrevocable and unconditional payment of the overdue amount in full at 36% per annum (or at such rate which the Bank may from time to time notify the Borrower) and on the basis of the actual number of days elapsed and a 365-day year. The default interest payable is not subject to any minimum amount.

## Monthly Repayment Amount

|   |   |                |
|---|---|----------------|
| <b>Monthly Repayment Amount</b>                       | For a loan amount of HK\$3 million:   |                |
|   | Loan Tenor  | 25 years       |
|   | Monthly repayment amount for the annualised interest rate based on the Bank's Prime Rate (P) above  | HK\$ 15,916.39 |
|   | Monthly repayment amount for the annualised interest rate based on the Bank's 1-month HIBOR above   | Not applicable |
| <b>Fees and Charges</b>                               |   |                |
| <b>Handling Fee</b>                                   | Waived  |                |
| <b>Late Payment Fee and Charge</b>                    | Waived  |                |
| <b>Prepayment / Early Settlement / Redemption Fee</b> | Within first year of drawdown: 3.0% of the prepaid loan amount plus full amount of cash rebate (if any)<br>After first year of drawdown: Waived |                |
| <b>Additional Information</b>                         |   |                |
| <b>Minimum Loan Amount</b>                            | HK\$ 100,000  |                |
| <b>Loan / Loan Facility Tenor</b>                     | Maximum of 25 years, with a loan tenor in multiples of 6 months   |                |
| <b>Change of Loan Terms</b>                           | HK\$ 1,000 per request when you change the repayment account, loan tenor, repayment method or monthly repayment amount                          |                |

**Business Secured Revolving Loan (BSLR)**  
**July 2024**

This product is a business secured loan, which comprises business secured instalment loan and/or business secured revolving loan.

This KFS provides you with indicative information about interest, fees and charges of business secured revolving loan but please refer to our loan confirmation letter for the final terms of your business secured revolving loan.

**Interest Rates and Interest Charges**

| Annualised Percentage Rate (APR) | Loan Amount  | APR  |
|----------------------------------|--------------|--|
|                                  | HK\$ 5,000   | Not Applicable. Loan amount is not offered because the minimum loan amount the Bank offers is HK\$ 100,000 |
|                                  | HK\$ 20,000  | Not Applicable. Loan amount is not offered because the minimum loan amount the Bank offers is HK\$ 100,000 |
|                                  | HK\$ 100,000 | From P + 2.0%  |

The Annualised Percentage Rate quoted here is for reference only.

Prime Rate (P) means the Hong Kong Dollar Prime Rate as announced by the Bank from time to time.

|   |   |
|---|---|
| <b>Annualised Overdue / Default Interest Rate</b> | 36%<br>Default interest shall accrue from day to day on the overdue amount from the due date up to the date on which the Bank actually receives irrevocable and unconditional payment of the overdue amount in full at 36% per annum (or at such rate which the Bank may from time to time notify to the Borrower) and on the basis of the actual number of days elapsed and a 365-day year. The default interest payable is not subject to any minimum amount. |
| <b>Overlimit Interest Rate</b>                    | Not applicable  |
| <b>Minimum Payment</b>                            | Not applicable  |

**Fees and Charges**

|                                 |  |
|---------------------------------|--|
| <b>Handling Fee</b>             | An initial set-up fee of up to 3.0% of the initial approved principal amount limit of BSLR, subject to the Bank's discretion to (i) rebate part of such fee, or (ii) charge an additional fee, based on the utilisation of such approved principal amount limit. |
| <b>Annual Fee / Monthly Fee</b> | An annual renewal fee of up to 3.0% of the renewed principal amount limit approved by the Bank, subject to the Bank's  |

|   |  |
|---|--|
|   | discretion to (i) rebate part of such fee, or (ii) charge an additional fee, based on the utilisation of such approved principal amount limit. |
| <b>Withdrawal Fee / Transaction Fee</b>                 | Not applicable   |
| <b>Late Payment Fee and Charge</b>                      | Waived   |
| <b>Overlimit Handling Fee</b>                           | Not applicable   |
| <b>Returned Cheque Charge / Rejected Autopay Charge</b> | Not applicable   |
| <b>Lost Card Replacement Fee</b>                        | Not applicable   |
| <b>Additional Information</b>                           |  |
|   |  |
| <b>Minimum Loan Amount</b>                              | HK\$ 100,000   |
| <b>Loan / Loan Facility Tenor</b>                       | The loan facility tenor is 12 months (subject to renewal) and the tenor for each loan is 3 months  |
| <b>Change of Loan Terms</b>                             | HK\$ 1,000 per request when you change the repayment account, loan tenor, repayment method or monthly repayment amount                         |
|   |  |

The Chinese version of this KFS is for reference only. If there is any inconsistency or conflict between the English and Chinese versions, the English version shall prevail.

**To borrow or not to borrow? Borrow only if you can repay!**