

Bank Handlowy w Warszawie S.A ul. Senatorska 16 00-923 Warsaw		
	Home Loan	Home Equity Loan
<b>Purpose of the loan</b>	<ul style="list-style-type: none"> <li>a) purchase of a primary market property</li> <li>b) purchase of a secondary market property</li> <li>c) refinancing of housing loan contracted by the Applicant</li> <li>d) transformation of a cooperative member's tenancy right to a flat into a cooperative member's ownership right to a flat or into separate ownership right</li> <li>e) refinancing of an amount paid in by the Applicant as own contribution in financing the purchase of a real property on primary or secondary market</li> <li>f) real property renovation / completion of a construction project</li> <li>g) purchase of a real property by way of tender / auction from a real estate development company or housing cooperative</li> <li>h) purchase of a real property by way of real property auction carried out pursuant to the enforcement proceedings set out in the Code of Civil Proceedings</li> </ul>	<ul style="list-style-type: none"> <li>a) any consumer purpose not directly associated with business operations</li> </ul>
<b>Form of the security</b>	<ul style="list-style-type: none"> <li>• establishment of a mortgage in the Real Estate Register of the real properties located in Poland</li> <li>• the assignment of rights under a contract of insurance concluded for the real property which secures the Loan,</li> </ul>	
<b>Loan period</b>	from 60 to 360 months	from 60 to 240 months
<b>Type of interest</b>	<p>The Bank applies a variable interest rate which is the sum of the WIBOR 3M reference rate and the Bank's margin. WIBOR 3M reference rate shall mean an interest rate at which banks grant loans in the zloty to other banks in the Warsaw interbank market, announced by Reuters Monitor Rates Service at 11.00 a.m. (<a href="http://reuters.pl/tr/index.action">http://reuters.pl/tr/index.action</a>). GPW Benchmark SA is the rate administrator.</p> <p>The margin is increased by 1.3 pp until a contractual mortgage entry becomes final and valid. A variable interest rate poses a risk of changing the amount of planned installment repayments and at the same time the amount due.</p>	

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Representative example:

The Effective Annual Percentage Rate (EAPR) for a home loan secured by mortgage is 6,65%, assuming that: the loan period is 25 years, the total amount of the loan is PLN 520,000, variable interest rate is 6.39%, including: WIBOR 3M reference rate of 4.30% and margin of 2.09% (the margin is increased by 1.3pp until the entry of the mortgage to the real estate register becomes final and valid, assuming that this takes place within 6 months after concluding the loan agreement). The total cost of the loan PLN 527 201, including: commission of 0%, i.e. PLN 0 interest PLN 526 582, civil law transactions tax PLN 19 (PCC), cost for entering the mortgage in the Real Estate Register PLN 200 the fee for the property valuation ordered by the bank is PLN 400 (for an apartment), fee for the maintenance of a savings and clearing account (ROR) PLN 0 (while maintaining monthly inflows of at least PLN 8,000), total amount due PLN 1 047 601, payable in 300 equal monthly installments of PLN 3481 after creating the collateral. The conclusion of an insurance contract is compulsory in order to obtain the loan. The calculation was performed as at 16/03/2022 on a representative example. The variable interest bears the risk of high installment and thus, the total amount for payment.

The Effective Annual Percentage Rate (EAPR) for a home loan with periodically fixed interest rate, secured by mortgage is 7.96% assuming that: the loan period is 25 years, the total amount of the loan is PLN 520,000, fix interest rate is 7.70% (the margin will be reduced by 1.3 percentage points after entry of the mortgage to the real estate register becomes final, which usually takes place within 6 months after concluding the loan agreement)The total cost of the loan PLN 528 172 including: commission of 0% i.e. PLN 0, interest PLN 527 553 civil law transactions tax PLN 19 (PCC), cost for entering the mortgage in the Real Estate Register PLN 200, the fee for the property valuation ordered by the bank is PLN 400 (for an apartment), fee for the maintenance of a savings and clearing account (ROR) PLN 0 (while maintaining monthly inflows of at least PLN 5000), total amount due PLN 1 048 572, payable in 300 equal monthly installments of PLN 3484 after creating the collateral. The conclusion of an insurance contract is compulsory in order to obtain the loan. The calculation was performed as at 16/03/2022 on a representative example. The variable interest bears the risk of high installment and thus, the total amount for payment.

The Effective Annual Percentage Rate (EAPR) for a mortgage loan secured by mortgage is 8.81%, assuming that: the loan period is 15 years, the total amount of the loan is PLN 280,000, variable interest rate is 8,20%, including: WIBOR 3M reference rate of 4,30% and margin of 3.9% (the margin is increased by 1.3 pp until the entry of the mortgage to the real estate register becomes final and valid, assuming that this takes place within 6 months after concluding the loan agreement). The total cost of the loan PLN 214 992, including: commission of 1%, i.e. PLN 2800 interest PLN 238 573, civil law transactions tax PLN 19 (PCC), cost for entering the mortgage in the Real Estate Register PLN 200, the fee for the property valuation ordered by the bank is PLN 400 (for an apartment), fee for the maintenance of a savings and clearing account (ROR) PLN 0 (while maintaining monthly inflows of at least PLN 5000), total amount due PLN 495 392, payable in 180 equal monthly installments of PLN 2 741 after creating the collateral. The conclusion of an insurance contract is compulsory in order to obtain the loan. The calculation was performed as at 16/03/2022 on a representative example. The variable interest bears the risk of high installment and thus, the total amount for payment.

The Effective Annual Percentage Rate (EAPR) for a mortgage loan with periodically fixed interest rate, secured by mortgage is 8,74% assuming that: the loan period is 15 years, the total amount of the loan is PLN 280,000, fix interest rate is 8,40% (the margin will be reduced by 1.3 percentage points after entry of the mortgage to the real estate register becomes final, which usually takes place within 6 months after concluding the loan agreement)The total cost of the loan PLN 210 096including: commission of 0% i.e. PLN 0, interest PLN 209 477, civil law transactions tax PLN 19 (PCC), cost for entering the mortgage in the Real Estate Register PLN 200, the fee for the property valuation ordered by the bank is PLN 400 (for an apartment), fee for the maintenance of a savings and clearing account (ROR) PLN while maintaining monthly inflows of at least PLN 5000, total amount due PLN 490 496, payable in 180 equal monthly installments of PLN 2713 after creating the collateral. The conclusion of an insurance contract is compulsory in order to obtain the loan. The calculation was performed as at 16/03/2022 on a representative example. The variable interest bears the risk of high installment and thus, the total amount for payment.

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<b>Additional costs</b>	<p>One of the conditions for release of the loan is submitting to the Bank an insurance policy which proves that a contract of insurance has been concluded for the real property which secures the Loan, and entering into a written agreement with the Bank on the assignment of rights under such contract of insurance for the Bank along with the confirmation of assignment of rights under insurance policy by the insurer together with a receipt of payment to prove that an insurance premium has been paid. Therefore, the Client bears the costs of real property insurance for the entire loan period. The Client can insure the real property by:</p> <ul style="list-style-type: none"> <li>• signing a group contract of insurance made by the Bank and an insurance company which cooperates with the Bank or</li> <li>• concluding by the Client a contract of insurance with the insurer for the real property, which meets the minimum conditions concerning the scope of insurance coverage required by the Bank</li> </ul>	
<b>Early loan repayment</b>	<p>The Borrower may repay earlier the whole or part of the Loan by transferring the funds to a loan/credit facility bank account displayed in Internet banking service, CitibankOnline. The Borrower may also make an early repayment of the Loan to the account indicated in the Agreement after submitting an instruction to this effect by "CitiPhone" call center or in a written letter sent to the Bank or submitted to the Bank's branch, no later than within 3 business days before a planned partial/full earlier Loan repayment. The instruction of early repayment should contain information on the amount of the Loan being repaid earlier. Full Loan repayment means the repayment of the Loan principal together with interest and other sums payable under this Agreement. The Bank shall not collect a fee on the full or partial earlier repayment of the Loan. In the event of the full or partial earlier repayment of the Loan, the Bank shall not charge any interest on the repaid portion of the principal for a time period falling after the repayment.</p>	
<b>Real property appraisal</b>	<p>The fee for the property valuation ordered by the bank is PLN 400 (for an apartment) or PLN 600 (for a house)</p>	
<b>Supplementary services</b>	<p>In order to receive the loan under the above price conditions, the Client must pay to their savings and clearing account the amount of PLN 5000 monthly, the cost of maintaining the account after meeting this condition PLN 0,- The conclusion of an insurance contract is compulsory in order to obtain the loan. The Client has the following possibilities:</p> <p>Signing a group contract of insurance made by the Bank and an insurance company which cooperates with the Bank. Insurance fee monthly amounts to 0.0049% of the value of the real property specified in the Insurance participation declaration.</p> <ul style="list-style-type: none"> <li>• concluding by the Client a contract of insurance with the insurer for the real property which meets the minimum conditions concerning the scope of insurance coverage required by the Bank, such as insurance against the following events: fire, lightning, explosion, aircraft (FLEXA), storm/hurricane, floods/heavy showers, impact damage caused by a motor vehicle, snow/ice. Entering into a written agreement with the Bank on the assignment of rights under such contract of insurance to the Bank along with the insurer's statement on the acknowledgement of such assignment.</li> </ul>	<p>none</p>

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**Possible consequences of a non-performance or ill-performance of contractual obligations**

- in the case of late repayments, contractual interest for delay will be calculated until the repayment date in the amount of twice the reference rate of the National Bank of Poland and 5.5 pp (twice the statutory interest for delay).
- if the Borrower defaults on the payments of full Loan/Credit Facility installments on the days specified in the Agreement for three payment periods, the Bank can terminate the agreement,
- resigning from the personal account or failing to facilitate declared inflows will increase the margin by 0.5 p.p.,
- failure to enter the mortgage which is the real property security in the Real Estate Register within 12 months from releasing the loan may result in terminating the Agreement,
- failure to provide the renewal of the real estate insurance policy to the Bank will result in insuring the real property through the Bank.