

KEY FACTS STATEMENT (KFS) AUTO LOAN



WE kindly request you to read and understand this document carefully, if you are considering applying for an Auto Loan from Commercial Bank of Dubai. This document is also available in Arabic. **By signing this KFS document**, you confirm that you have read and understood the AUTO LOAN features and benefits, applicable fees and interest charges and the General Terms and Conditions published in the Bank's website www.cbd.ae

The Bank's AUTO LOAN provides customers financing at competitive interest rates, financing for new and used cars, flexible repayments, simple documentation, and fast processing.

This document is in the form of an acknowledgement by you and does not intend to create legal rights or obligations between the parties. In case of an inconsistency between this document and the General Terms and Conditions or product specific Terms and Conditions, the General Terms and Conditions and product specific Terms and Conditions shall prevail. In case of a change in the General Terms and Conditions or product specific Terms and Conditions, there is no obligation on the bank to amend this document.

ELIGIBILITY CRITERIA, DOCUMENTS REQUIRED AND FINANCIAL TERMS	
ELIGIBILITY CRITERIA	
Segment	Criteria
UAE Nationals	Minimum total monthly income of AED 8,000/-
	UAE National Aged between 21 and 65 years (at the loan maturity).
Expatriates	Minimum total monthly income of AED 8,000/-
	Expatriate Aged between 21 and 60 years (at the loan maturity).
DOCUMENTS REQUIRED	
Segment	Documents
UAE Nationals and Expatriates	National ID or valid passport, residence visa and Emirates ID.
	Original 3 months bank statement for new customers.
	Salary Certificate.
	Driver's license.
	Dealer's quotation for new or used cars.
	Security Cheque (amount should not be more than 120% of the Loan amount)
FINANCIAL TERMS	
Finance Amount	Maximum up to AED 500,000
Tenor of Finance	Up to 60 months
Age at Maturity	Maximum of 65 years for UAE Nationals Maximum of 60 years for Expatriates
Income Multiples	Maximum of up to 20 multiples
Debt Burden Ratio	Maximum of 50% (30% for Pensioners)
Interest Rate	This is the applicable interest rate that will remain constant for the approved fixed tenure of the loan. Following
Down Payment	20% of Vehicle value



FEES AND INTEREST CHARGES			
BREAKDOWN OF FEES & CHARGES			
	Fees & Charges	https://www.cbd.ae/general/fees-charges	
Interest Rate	5.50% p.a. reducing		
	ILLUSTRATION: Total repayments:		
	a	Total Principal	100,000/-
	b	Interest Rate	5.50%
	c	Tenure	12 months
	d	Interest Amount	3,004.16*
e	Total repayment amount (a) + (d)	103,004.16	
Interest Rate Calculation: Total Repayment Amount = Principal + Interest Interest amount: Principal x Interest Rate x Tenure			
IMPORTANT: Amortization of monthly instalments between principal and interest are based on the reducing rate of interest computation.			
Processing Fee	1% on Loan/Finance Amt. (VAT is applicable) (Min. AED 525 & Max. AED 2,625)	IMPORTANT: The processing fees are limited to 1% of the loan amount, with a minimum of AED 525 and a maximum of AED 2,625.	
Early/Part Settlement	1% of the outstanding balance (VAT is applicable) or AED 10,500 whichever is lower	IMPORTANT: The early/part settlement fees are limited to 1% of the outstanding balance or AED 10,500 whichever is lower.	
	Example of an early settlement:		
	Outstanding Principal Amount as of 1/2/2021	100,000/-	
	Early settlement fee rate	1%	
Early settlement fee calculation: Early Settlement Fee Calculation Formula: Outstanding Principal Amount * Early Settlement Rate Early Settlement Fee: 100,000 * 1% = AED 1,000/-			
Deferment Request	AED 105	IMPORTANT: This fee is charged for any request to postpone/defer a loan payment.	
Reschedule of Loan	AED 262.50	IMPORTANT: This fee is charged for any request to reschedule the loan tenure.	
Vehicle Mortgage / Vehicle Mortgage Release	No bank charges (RTA charges may apply)	IMPORTANT: The customer may incur charges imposed by RTA in connection to vehicle mortgage and/or vehicle mortgage release.	
Advance Payment of Installment	1% of the Advance Payment (VAT is applicable)	IMPORTANT: Any advance payment will be charged an interest of 1% of the payment value.	
Late payment penal charges*	2% over agreed rate - Minimum AED 50 and Maximum. AED200	IMPORTANT: Any late payment will be charged an interest of 2% at a minimum of AED 50 and maximum of AED 200.	
Issuance of liability letter to other banks	AED 63 (inclusive of VAT)	IMPORTANT: This fee is applicable to any request for issuance of a liability letter to other banks.	
DISCLAIMER: * Products and services where VAT is not applicable. Additional expenses, e.g. postage, cable, courier, fax, legal fees, etc. will be charged for, where incurred.			



DISCLAIMERS:

1. All Fees mentioned above & on Bank's website are inclusive of Value Added Tax (VAT) unless stated separately. A VAT of 5% shall be applicable on all Fees levied by the Bank and will be billed along with the Fee and charged in the monthly Statement of Accounts (SOA).
2. All fee for services linked to RTA and any other tax or applicable charges are to be borne by the applicant on actual basis.
3. Fees & Interest rates mentioned in the table above are applicable for all Auto Loan types.
4. Fees & Interest rates are effective as of the above mentioned date. Kindly visit www.cbd.ae/general/fees-charges for the list of updated charges.
5. Bank reserves the right to revise the Fees & Interest Charges at any time by providing sixty (60) days prior written notice to the customer's registered contact details.

KEY RISKS

1. Customer's payment history in the credit bureau on other facilities held with CBD or other banks will impact customer's ability to get a new finance.
2. An income reduction due to retirement, change of employment or any other personal circumstances may result in an increase to customer's Debt Burden Ratio (DBR) thereby impacting customer's payment ability toward the customer finance.

WARNING:

1. If the customer does not meet the rental payments on his/her AUTO LOAN, his/her account will go into arrears. This may affect the customer's credit rating, which may limit his/her ability to access financing in the future.
2. If the customer fails to meet the monthly payments on his/her AUTO LOAN, it may lead to legal proceedings for collection of payments and proceedings for repossession of the vehicle.
3. If the customer repays the Auto loan before the end of the loan term, Prepayment penalties will be applicable. Kindly visit www.cbd.ae/general/fees-charges for the list of updated charges.
4. Refinancing your loans/financing may take longer to pay off than your previous loan and will result in paying more in interest.
5. The customer may remain liable for the outstanding debt after consideration of any proceeds of sale of a vehicle and including accrued interest/profit, fees, legal, selling and other related costs.
6. CBD employees are not authorized to collect cash or cheques in favor of other beneficiaries. CBD is not liable for any cash payments, cheques or wire transfers authorized by customer to third parties or CBD employees.

General Notices:

1. The Bank reserves the right to decline any customer application at its sole discretion.
2. The above product criteria is subject to CBD's approved product policy.
3. CBD terms and conditions apply <https://www.cbd.ae/general/terms-conditions>
4. The Bank reserves full-unrestricted rights to modify the terms offered on the AUTO LOAN and revise the rates applied on Fees and Interest Charges at any time at any time by giving a written notice to the customers registered contact details with prior sixty (60) days of effecting such changes wherever applicable.
5. The Data Privacy prescribes rules and regulations regarding the collection, handling, disclosure and use of personal data in the Bank. Kindly visit <https://www.cbd.ae/general/privacy-policy> for the details on Privacy policy of the Bank.

COOLING PERIOD:

Bank provides a 'Cooling Period' of five (5) days from the date of signing this KFS for you to decide whether to continue to avail the AUTO LOAN facility you have applied for. During this 5-day period, if you wish to cancel the AUTO LOAN, you may contact our Customer Service Desk and place the request for cancellation. Bank shall refund all related Fees and Charges in full.

1. After the cooling period of five (5) days, WE shall consider you to have provided us with your consent in accepting the AUTO LOAN and abiding to the AUTO LOAN's General Terms and Conditions along with the applicable Fees & Charges published on www.cbd.ae/general/fees-charges

I hereby confirm that I have read this Key Facts Statement and fully understand the Features, Benefits, Fees, Interest Charges and associated General AUTO LOAN Terms and Conditions made available to me via <https://www.cbd.ae/general/terms-conditions>