

Key Facts Document – Procedures to follow and further information

3. Key Facts Document – Gold Loan

Criteria	Description
Key Features and Nature of the Product	Provide a loan facility to the agreed period with the pledge of gold article
Interest Rate and Penalty, Charges, Fees and Commission	<ul style="list-style-type: none"> • Interest rates revised from time to time based on the market conditions and product. • Other charges revised from time to time based on the market conditions and product (Service charge of 1% to 1.4% will be deducted from the initial Advance amount) • Overdue Interest of 0.5% per month. • Postal Cost of Rs.160/- per letter. • Auction related charges. <ul style="list-style-type: none"> - Penal Rate – 4% per month (Days due from the Expired date to the Auction date) - Auction Charge – 1Mn - 1.5Mn per auction for the actual cost of conducting the auction(Depends on the no of gold stock auctioned and the administrative cost) • Renewal Reminder SMS fee – Rs. 5.00 (per SMS).
Procedures to be followed to obtained the product/service	<ul style="list-style-type: none"> • Applicant should be Sri Lankan citizens with over 18 years of age for eligible to obtain the gold loan. • Should provide a valid National Identity Card (NIC)/Driving License/Passport, where NIC number is compulsory. • Acceptable gold articles (18K and above)
Terms and Conditions	<ul style="list-style-type: none"> • Loan Tenors – 01 month, 03 months, 06 months and 12 months. • Minimum gold weight for pledge is 1g. • Minimum Loan amount should be Rs.5,000.00

	<ul style="list-style-type: none"> • Advance values Based on the products and the local and international Gold market values. Advance rates revised from time to time. • After verifying the weight and the caratage of the gold articles, advance amount will be decided. • Default in payment as agreed, will be auctioned after being informed by two letters through Registered post. <ul style="list-style-type: none"> - Notice of Demand (ND) – 15 days after the maturity date - Auction Notice – 14 days prior to the auction date
Applicable Legal Provision	Mortgage act of No.6 of 1949