LIGHTHOUSE SACCO

Ref No:

POMPO POMPO LOAN APPLICATION AND CONTRACT AGREEMENT

Interest Rate: 10%

PART A: APPLICANT'S DETAILS

Member No: Date:

Member Name:

Payroll Number: Employer's Name:

Cell Phone: Home District:

Traditional Authority: Village:

Account Number:

PART B: LOAN DETAILS

Loan Amount Applied: **MWK**

Amount in Words:

Repayment Period: Months. Salary/income Date:

Proposed Monthly Intsallments: Loan Period:

Loan Purpose:

Maturity Date:

PART C: SECURITY/COLLATERAL (If Applicable)

Description of Collateral (Chikole)	Estimated Value (MK)	Location	Verified (Yes/No)	Verified By

The borrower agrees that any declared collateral are pledged as security for this loan.

PART D: PROMISE TO PAY

In consideration of LIGHTHOUSE SACCO agreeing to lend the Borrower the principal sum stated above, the Borrower hereby promises to pay the principal amount together with interest and any applicable charges in accordance with the repayment schedule approved by the SACCO.

This Promissory Note shall remain in force until the loan is paid in full. The Borrower acknowledges having read, understood, and agreed to all the terms and conditions contained herein and confirms receipt of a complete copy of this Agreement.

PART E: INTEREST AND REPAYMENT TERMS

1. Interest shall be charged at 10% on a reducing balance, calculated monthly.

2. Loan repayments shall be made through payroll deduction, standing order, or any other method approved by the SACCO.

3. The loan is payable on demand at the request of the SACCO in accordance with its by-laws.

PART F: EVENTS OF DEFAULT

1. The Borrower fails to make repayments as agreed.

2. The Borrower breaches any term or condition of this Agreement.

PART G: REMEDIES IN CASE OF DEFAULT

1. Recover the loan from the Borrower's shares, deposits, dividends, or salary.

2. Seize and dispose of pledged collateral to offset the outstanding debt.

3. Recover all costs incurred, including legal fees, on a solicitor-client basis.

PART H: GENERAL TERMS AND CONDITIONS

1. The loan shall be used strictly for the purpose stated in this application.

2. Misuse of loan funds shall result in immediate recall of the loan with applicable penalties.

3. Shares and deposits pledged as security shall not be withdrawn without written consent of the SACCO.

4. The SACCO reserves the right to amend loan terms in accordance with its policies and by-laws.

5. Obligations under this Agreement are joint and several where more than one borrower is involved.

PART I: DECLARATION AND ACCEPTANCE

I, the undersigned, declare that the information provided above is true and correct. I agree to abide by the SACCO's by-laws, loan policy, and the terms and conditions of this Pompo Pompo Loan Agreement.

Borrower Name: ....

Borrower Signature / Thumbprint: ....

Date: ....

WITNESSES

Name: .... Signature: .... Date: ....

Name: .... Signature: .... Date: ....

FOR CREDIT COMMITTEE USE ONLY

Loan Amount Applied (MK): ....

Loan Amount Approved (MK): ....

Date of Approval: ....

Repayment Period: ....

Reason for Rejection / Partial Approval: ....

Credit Committee Member 1: Name .... Signature ....

Credit Committee Member 2: Name .... Signature ....

Credit Committee Member 3: Name .... Signature ....

Official Stamp:

Signed for and on behalf of LIGHTHOUSE SACCO

Name: ....

Title: **Credit Committee Chairperson**

Signature: ....

Date: ....