



## DIVIDEND ADVANCE APPLICATION AND AGREEMENT FORM

*Please read the Div-advance agreement and declarations in part 3,4,5 before you fill out this form*

Serial Number.....

DATE OF APPLICATION..... M/NO..... PNO..... FORM NO.....

### PART 1.0: APPLICANT'S PARTICULARS.

- 1.1 Name: ..... ID No: ..... Date of Birth.....
- 1.2. Home address: ..... City/Town.....
- 1.3. Source of Income: Salary/Business/Others..... Occupation.....
- 1.4. Employer: ..... Work Station .....
- 1.5. Terms of Service: Permanent/Temporary/Contract/Others (specify).....
- 1.6. KRA PIN: ..... E-mail: ..... Mobile No.....

### PART 2.0: DIV- ADVANCE PARTICULARS.

- 2.1. I ..... wish to apply for Kshs.....
- a) In words .....to be recovered upfront from rebates and dividends of the year 2023.

#### **2.2. Purpose of the Advance:**

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### 3.0 GENERAL TERMS.

It is hereby mutually agreed and declared that the following terms and conditions shall in addition to the foregoing apply to this agreement.

- I. The advance amount in this agreement shall be available to the borrower on completion to the satisfaction of the Sacco of all formalities appertaining to the security and appraisal of the advance.
- II. The borrower shall pay interest on the advance amount outstanding at the prevailing rates or at such other rate the Sacco in its sole discretion determines and shall pay such interest one-off.
- III. The Sacco reserves the right to determine, or change the rate of interest and or the basis in which it is calculated
- IV. The advance repayment frequency shall be deducted once when the year 2023 rebates and dividends will be declared.
- V. Fees and charges to cover administrative costs shall be paid by the borrower. Such fees and charges will be in accordance with the prevailing tariffs of Sacco.

### PART 4. SPECIFIC TERMS AND CONDITIONS.

- b) The advance term will be at most six (6) months i.e. October 2023 to March 2024.
- c) The interest rate is 5% upfront.
- d) The advance amount will be 60% of the 2022 Gross dividend payout.
- e) Advance to be recovered from declared rebates and dividends for the year 2023.
- f) Any outstanding arrears will be recovered from the amount applied.
- g) One can apply only once before the declaration and payment of the year 2023 rebates and dividends.
- h) Processing fee shall be Kshs 200.



**PART 5. DIV-ADVANCE AGREEMENT AND BORROWERS DECLARATION.**

I hereby declare that the foregoing particulars are true to the best of my knowledge and belief. I agree to abide by the society's By-laws, Credit Policy, and Terms and conditions. I further declare that I understood the terms of this advance product and I hereby authorize Chuna Sacco to credit the proceeds of this advance to my FOSA Account. I do accept personal liability for the repayment of the principal amount which will be recovered from my year 2023 earnings and the interest which will be recovered up float.

In consideration of Chuna Sacco Society Limited (The Sacco) granting me (The Borrower) the amount of advance herein applied for or as may be approved by its Board of Directors, I hereby declare THAT,

- a) I am a member of the Sacco and shall not withdraw from the Sacco or commit to do anything which may result in my said membership being withdrawn, suspended, or canceled while the advance herein is outstanding.
- b) My year, 2023 earnings and the deposits are sufficient to secure the advance amount applied herein.
- c) I understand that I am obliged to repay the advance amount and the interest as stipulated in this agreement or as may be advised by the Society from time to time. The Society reserves the right to recover the amount due under this agreement by settling off against my year, 2023 rebates and dividends or deposits.
- d) I authorize Chuna Sacco Society Limited to carry out credit checks with or obtain my credit information from, a credit reference bureau.
- e) I understand that in the event that I default in servicing the advance amount herein, Sacco reserves the right to share my credit information with other financial institutions, public authorities, and licensed Credit Reference Bureaus, Subject to any applicable law.
- f) I warrant that in the event of disclosure of my credit information as stated above, I shall have no claim against the Sacco or any of its officers, servants, directors, or agents, and I shall indemnify the Society against any loss or injury arising out of any claim brought by myself or on my behalf as a result of such disclosures.

I hereby confirm that I have read, understood, and accepted the above advance terms and agreement

Applicant name.....signature.....Date.....

**PART 6.0: FOR OFFICIAL USE ONLY**

Expected total earnings kshs.....Amount qualifying (60%).....

Deferred/Rejected (Reason).....

Appraised by.....Signature.....Date..... / ..... / .....