

# WHITE CART CREDIT UNION

## CURRENT LENDING POLICY

- 1 Members will be given loans within 2 days
- 2 Members must attend an interview with a member of the Credit Committee for their 1<sup>st</sup> LOAN. Members wishing to have their loans paid into their Bank Accounts must sign a form with their Bank Details. Members can be interviewed for a loan on the telephone as long as we have their signature on the Bank Form. Members may also download Application for Loan Form and email to the Credit Union.
- 3 Before a loan can be granted members must save regularly for a minimum period of 6 weeks or 2 months.
- 4 Members must establish a regular savings and repayment record before a loan can be granted. All loans must be passed by at least 2 officers of the Credit Committee.
- 5 First loans will be double the shares up to £1,000. Members must save approximately the same amount every week or month. Second loans will be up to 3 times your shares. Members are asked to save a small amount while paying off a loan. Large amounts added to shares before a loan will not be permitted. In emergency small amounts will be permitted at the discretion of the Credit Committee. Proof of income may be asked for.
- 6 Secure loans (the loan applied for must not exceed the value of shares held) THESE LOANS CAN BE GRANTED IMMEDIATELY.
- 7 Loans can be granted for any provident and productive purpose. Members are expected to continue to save whilst repaying a loan.
- 8 Members who have a repayment record which shows arrears will jeopardise future loan application.
- 9 The normal loan repayment term is 36months. For the maximum loans of £5,000.00 the repayment term can be extended to 60 months at the discretion of the Credit Committee.

- 10 Shares cannot be withdrawn while paying a loan unless the shares balance is higher than the loan balance. Members must repay loans in accordance with the terms and conditions on the loan agreement form.
- 11 Members falling into arrears should contact the Credit Committee for assistance. Failure to do this may jeopardise future loan application.

### **ROLL UP LOANS**

First loans can only be topped up when 2/3 of the loan has been repaid and must have at least 6 regular weekly or 2 monthly repayments.

Second and subsequent loans will only be rolled up at the discretion of the Credit Committee.

Members in arrears or those who have a record of arrears will not be eligible for a roll up loan (Except where loans are totally secured by shares).

### **FUNERAL PLANS**

White Cart Credit Union also provides an all-inclusive funeral package in association with Kenneth Keegan (Funeral Director). Members taking advantage of this service qualify for 1 year interest free on the full value on the package. Please ask a member of staff regarding this service.