KEY FACTS STATEMENT
NBF EQUIPMENT FINANCE
THIS IS NOT AN OFFER OF CREDIT OR CONTRACT

Important: This document provides a high-level summary of the key features, costs, obligations and risks of the product and serves as an acknowledgement of receipt. It is not intended to create, amend or replace any legal rights or obligations between the parties. The Customer should carefully review the Bank's General Terms and Conditions, product-specific Terms and Conditions, facility letters and other applicable contractual documents before proceeding. In the event of any inconsistency, the applicable contractual documents shall prevail, subject to applicable laws and regulations.

1. Product Overview

Equipment Finance enables eligible enterprises operating in the UAE to acquire new or used business equipment by spreading repayment over an agreed financing tenor. Approval is subject to the Bank's credit assessment and compliance with Know Your Customer (KYC), Anti Money Laundering (AML) and regulatory requirements.

2. Target Customers

This product is available for entities requiring construction equipment, earthmoving machinery, cranes, trucks, buses, trailers, manufacturing equipment, production lines and industrial machinery.

3. Suitability

NBF will assess the suitability of the Equipment Finance facility having regard to the Customer's specific needs and circumstances and the nature and scale of its business.

4. Product Features

- Financing may be provided for a single asset or multiple assets under an approved facility limit.
- Funding currency in AED & USD.
- Financing is available up to an approved Loan to Value (LTV) % of the eligible equipment purchase price. For used assets, an Loan to Value (LTV) % will be derived based on lower of the purchase price or acceptable valuation.
- Interest rate is calculated on floating rate basis linked to benchmark rate – Emirates Interbank Offered Rate (EIBOR) or Secured Overnight Financing Rate (SOFR).
- Flexible repayment tenors aligned to the useful life and cash flow generation of the financed asset.
- Early settlement may be permitted subject to applicable fees and conditions specified in the Facility Letter.

5. Processing Time

Your Finance facility will be processed within 14 business days of signing the Facility Documents and submission of all required documents in a form acceptable to the Bank.

Bank may request additional information or documentation to complete its assessment.

6. Loan to Value (LTV)

- LTV is the finance amount expressed as a percentage of the value offered by the Bank for the financed equipment.
- The LTV % will differ based on type of assets, age, valuation, condition of the asset and remarket ability of the asset.
- The accepted equipment value shall be:
  - For new equipment: the value as per the authorized supplier's invoice.
  - For used equipment: the lower of the purchase price or the value determined by a valuation agency acceptable to the Bank.
- VAT, customs duty, installation, maintenance, insurance, registration and other ancillary costs are excluded from the LTV calculation unless expressly approved by the Bank.

7. Fees and Charges

Interest rate	Linked to benchmark rate – EIBOR or SOFR + interest margin with a minimum floor rate. Interest margin and floor rate as stated in customer-specific Facility Letter. Changes in the applicable benchmark rate may result in a change to the financing rate and may increase or decrease the Customer's periodic instalments and/or total financing cost, subject to the terms of the Facility Letter. **Illustrative Example (for explanation purposes only):** If the applicable benchmark rate is 3.86% p.a. viz. 3-month EIBOR, the agreed interest margin is 4.00% p.a., and the floor rate is 7.00% p.a., the applicable financing rate would be 7.86% p.a. (3.86% + 4.00%). If the benchmark rate falls to 2.75% p.a., the calculated rate would be 6.75% p.a. (2.75% + 4.00%). However, because the facility has a 7.00% floor rate, the applicable financing rate would remain 7.00% p.a. This is an illustration only. The actual benchmark rate, interest margin and floor rate applicable to the Customer will be specified in the Facility Letter and related facility documentation.

Arrangement fee	Up to 2% of the total facility amount + VAT, as specified in the Facility Letter.
Documentation fee	AED 6,000 + VAT
Repayment Tenure	1 to 7 years. Subject to eligibility conditions.
Repayment Frequency	Monthly or Quarterly
Valuation and mortgage costs	Actuals
Early settlement fee	As specified in the Facility Letter.
Past-due interest	As specified in the Facility Letter.
Other fees	As per the Bank's Schedule of Charges published on the website.

8. Security Requirements

- The security structure for each financing facility will be determined based on the nature of the assets, applicable laws and regulations, the Bank's internal policies, and the outcome of the customer's credit assessment.
- The Bank reserves the right to require additional security and/or documentation, as deemed necessary, prior to disbursement of the facility.
- The security package may include, but is not limited to, the following.
  - Personal guarantees; Corporate guarantees; Parent company guarantees; where applicable.
  - First-ranking mortgage, charge or other registrable security interest over the financed asset.
  - Where the financed asset cannot be registered with a regulatory authority, the Bank may require a Lease Agreement and a Chattel Mortgage Agreement, together with the standard financing documentation.
  - Assignment of insurance proceeds.
  - The security interest will be registered with Emirates Integrated Registries Company (EIRC), together with any other security required by the Bank wherever applicable.
  - Assignment of receivables arising from projects, contracts or services for which the financed equipment is utilized.
  - Other securities acceptable to the Bank.

9. Customer obligations

- Provide accurate, complete and up-to-date financial, ownership, Know Your Customer (KYC), tax, supplier, transaction and other information reasonably requested by the Bank for onboarding, credit assessment, ongoing credit monitoring, risk management and regulatory compliance purposes, and promptly notify the Bank of any material changes throughout the life of the facility.
- Fund the portion of the equipment cost and related expenses not financed by the Bank prior to or at the time of disbursement.
- Utilize the financing solely for the approved business purpose.
- Maintain the financed equipment in good condition and ensure adequate insurance coverage is maintained throughout the facility tenor.
- Make all repayments in accordance with the agreed repayment schedule.
- Comply with applicable laws, sanctions, AML/CFT obligations, anti-bribery requirements and the facility documents.

10. Customer Rights

- Receive the reason for rejection of an application in writing, except where the reason relates to Financial Crime risks or disclosure is prohibited by applicable laws or regulations.
- Receive clear and timely information on the product features, applicable fees, risks, terms and conditions before proceeding.
- Receive applicable contractual and transaction documentation.
- Submit a complaint through the Bank's complaint channels without charge and receive information on the applicable escalation process.
- Receive prior notice of material changes to applicable terms and conditions, including fees, in accordance with applicable regulatory requirements.

11. Important Warnings

- Failure to make payments when due may result in late payment charges and/or past due interest, adversely impact the customer's credit profile and credit bureau records, and lead to the classification of the facility as delinquent.
- In the event of continued default, the Bank may initiate recovery proceedings, enforce any security, guarantees or collateral provided, repossess the financed equipment, and recover any associated legal and enforcement costs.
- For floating rate facilities, financing costs and instalments may increase if benchmark rates rise.
- Early settlement may be subject to charges in accordance with the Facility Letter and applicable regulations.

12. Cooling-off Period

You may cancel the Financing Facility within 5 business days of signing the Facility Offer Letter. The Financing Facility will not be made available until the cooling-off period expires. If you cancel during this period, applicable fees and charges may apply.

You may waive the cooling-off period by providing written instructions to the Bank, allowing the Financing Facility to be made available immediately.

13. Customer Support

Do not hesitate to reach out to National Bank of Fujairah through the following channels:

Call Centre: **600565551**
Address: Your nearest NBF Branch, please **click here** for the location

We will seek to address your complaint within two clear business days of receipt and advise you if any delay occurs in providing our final response.

Full details of how we address your complaints are contained in our Customer Charter published on our website.

14. Changes to Terms and Conditions

We acknowledge that this Key Facts Statement is provided for disclosure purposes only and does not constitute, amend or replace any agreement with the Bank. The rights and obligations of the parties shall be governed exclusively by the relevant documents and other contractual documentation executed with the Bank.

15. Customer Acknowledgement

We acknowledge that we have received, read and understood this Key Facts Statement prior to entering into the Equipment Finance facility agreement with National Bank of Fujairah PJSC.

Customer Name	Date
Company Stamp	**Customer Signature**