

First: Financing Limits and Restrictions

1. Financing limits against collateral are based on the value of the financial collateral and are subject to coverage ratios that vary by the type of collateral.
2. The collateral must be in the customer's name, who shall be the beneficiary of the financing.

Second: Essential Documents and Requirements

The customer shall submit the following, as determined by the Bank:

1. Financing Application: financing amount, repayment tenor, and financing purpose.
2. A copy of the Civil ID or Kuwait Mobile ID.
3. Authorization to impose a hold on the collateral securing the financing transaction.

Third: Conditions of the Customer

1. The customer must be at least 18 years old at the time of application.
2. The customer undertakes to comply with all legal and financial obligations arising from the financing.

Fourth: Policies and Controls

1. Financing is subject to an assessment of the customer's solvency.
2. The Bank reserves the right to reject or suspend the application in case of suspected forgery or incomplete documentation.
3. The Bank is committed to verifying all obligations registered against the customer.
4. Customer shall maintain a gold coverage ratio of at least 100% of the outstanding indebtedness (equivalent in Kuwaiti Dinars), using the gold balance held in the Customer's Gold Account. Customer shall top up the gold balance whenever the coverage ratio falls below the required threshold.

Fifth: Repayment Terms and Financial Obligations

1. The customer shall pay installments on the specified due dates in accordance with the repayment schedule.
2. In the event of late payment, the Bank has the right to take the necessary collection measures.
3. The monthly installment shall be deducted from the customer's bank account (excluding accounts designated for monthly salary deposits).

Sixth: Shariah and Legal Controls

1. All financing transactions are conducted in accordance with the provisions of Islamic Shariah and are subject to the supervision of the Bank's Shariah Supervisory Board.
2. The instructions of the Central Bank of Kuwait and all applicable local laws shall apply to the contracts.
3. The Bank and the customer shall comply with (AML/CFT) policies.

Seventh: Annual Percentage Rate (APR) for Personal Finance (Consumer and Housing Financing)**What is the Annual Percentage Rate (APR)?**

It is the percentage that reflects the annual cost borne by the customer, which includes:

- Financing profit, plus.
- Any additional fees, if applicable.

The annual profit percentage varies according to the financing tenor. This calculation is indicative and non-binding for Kuwait Finance House.

Why is it important to know the APR?

It provides the expected financing cost, thereby assisting in the decision-making process.

How is it calculated?

It is calculated according to the following formula:

Annual Percentage Rate (APR) = (Total financing profit percentage + any additional fees, if applicable) ÷ (Number of financing months ÷ 12).

The annual profit percentage varies depending on the financing tenor. This calculation is indicative and non-binding for Kuwait Finance House.

Example:

- Financing tenor: 60 months (5 years)
- Total financing profit percentage: 17.4%
- Additional fees: None
- Calculation: $17.4\% \div (60 \div 12) = 3.48\%$ (APR)