

### **Interest Rates**

MCF's interest rates range from 14 to 18% and are determined by a number of factors, including:

- the security provided for the loan
- your credit history
- your ability to service the loan
- the amount you wish to borrow and term of the loan

To understand the interest rate and any of the fees listed below that will apply to your loan, please call us on (03) 943 7447.

### **Establishment Fees and Costs**

Establishment fees and costs are all added to the loan amount and form part of the initial unpaid balance, on which interest is charged.

#### **Establishment fee up to \$500**

The establishment fee is MCF's cost connected with receiving the application, processing, assessing, approving, documenting, disclosing, sign-up and pay-out of each loan advance. It includes all of our costs including credit checks, property title and motor vehicle checks but excludes the third party costs set out below. On occasion, the amount you are charged may be less than the full costs detailed here.

#### **Establishment Fees and Costs – Third Party**

These itemised costs are all charged at the cost or average cost we are invoiced from the third party providing the service. There is no mark-up or element reflecting MCF's time within any of these costs – our cost in connection with performing checks or registrations is all contained within the 'Establishment Fee' above.

#### **PPSR (*per vehicle or item*) \$30**

There is usually one PPSR financing statement per security agreement. This charge applies for vehicles and other non-land assets provided as security and covers the cost of checking the PPSR prior to any advance being made and registration on drawdown of a loan.

#### **Caveat Registration (*per title*) \$282.50**

This charge applies to register a caveat over land being used as collateral for loans.

#### **Mortgage – Actual Cost**

This applies to register a mortgage over land being used as collateral which is completed via our solicitors. The cost for this varies and will be quoted specifically for any loan being proposed.

#### **Broker Fee – Actual Cost**

If your loan application is referred to MCF via a Finance Broker any fee payable to them for this service will be included in the loan advance made. The Broker Fee can vary depending on the size and complexity of the loan proposal and is set on an individual basis specifically for each application. Any fee payable will be fully disclosed and agreed prior to a loan advance proceeding.

### **Other Credit Fees and Costs**

These are not included in the loan amount and do not form part of the initial unpaid balance.

#### **Account maintenance fee charged on each repayment date as follows:**

- **If repayments are weekly - \$1.15 per week**
- **If repayments are fortnightly - \$2.31 per fortnight**
- **If repayments are monthly - \$5.00 per month**

This fee is included within the loan instalments and covers our on-going administrative costs of your loan while it is active. These costs are not directly related to the establishment of your loan. You only pay this fee while your loan is active.

#### **Early Termination Fee**

An early termination administration fee of \$40 is charged when you settle your loan prior to the contractual maturity date – i.e. full prepayment.

#### **Upgrade of Caveat to Mortgage, Discharge of Mortgage or Withdrawal of Caveat Fees**

The actual cost incurred to upgrade our caveat to a mortgage and the costs payable to release the securities on full repayment of the loan or in other circumstances where we may agree to this occurring will be charged with these to be advised at that time.

#### **Variation Fee**

A variation fee up to \$250 may be charged if, at your request, we agree to make changes to the loan contract including but not limited to the securities provided to support the loan, the amounts or dates of repayments.

#### **Default Letter Fees – charged by MCF**

We may recover the costs of credit control staff and resources via letter fees as set out below.

- Dishonoured payment notice - \$15
- Repossession warning notice - \$10
- Repossession order – \$20

#### **Default Fees and Costs – charged by third parties**

These fees are added to the loan at the cost invoiced to MCF, the actual cost varies depending on the work done.

- Repossession costs
- Vehicle storage costs
- Towing costs
- Other fees at invoiced cost

#### **Default Interest**

Default interest is calculated at the rate of 7% per annum plus the annual interest rate in your contract. If you fail to make any payment on the due date default interest is payable on the overdue amount from the due date until the date MCF receives payment of the overdue amount.

These fees and charges are current as at 30 June 2015 and apply to consumer contracts with Mutual Credit Finance Ltd.