

Form 1 – Residential Property Loans Fact Sheet

Your name Date produced

A. General information

Financial institution (FI)	<input type="text"/>	Name of staff and branch	<input type="text"/>
Product	<input type="text"/>		
Loan amount	\$ <input type="text"/> (See footnote 1)	Loan tenure	<input type="text"/> years
Regulatory minimum cash down payment	\$ <input type="text"/> must be paid in cash (See footnote 2)	Remaining amount to be paid using cash or CPF savings	\$ <input type="text"/>

B. Description of interest rates for loan and repayment details

Lock-in Period (See footnote 3): years from date of first loan disbursement

Year (See footnote 4)	Type of Reference Rate (See footnote 5)	Spread	Interest rate (Value of reference rate + spread)	Monthly Repayment (Principal + Interest) (The principal is the amount you borrow.)	Yearly Repayment (Principal + Interest)
Year 1	<input type="text"/>	<input type="text"/> %	<input type="text"/> %	\$ <input type="text"/>	\$ <input type="text"/>
Year 2	<input type="text"/>	<input type="text"/> %	<input type="text"/> %	\$ <input type="text"/>	\$ <input type="text"/>
Year 3	<input type="text"/>	<input type="text"/> %	<input type="text"/> %	\$ <input type="text"/>	\$ <input type="text"/>
From Year <input type="text"/> (See footnote 6)	<input type="text"/>	<input type="text"/> %	<input type="text"/> %	\$ <input type="text"/>	\$ <input type="text"/>

Estimated total repayment during entire loan tenure of years: (See footnote 7)
\$
 This means you will pay back \$ for every \$1 borrowed.

*Can the FI make changes to:	Type of Reference Rate**	Spread**	Note: The value of a reference rate may change over time even though the type of reference rate remains unchanged.
Year <input type="text"/>	<input type="text"/>	<input type="text"/>	
From Year <input type="text"/>	<input type="text"/>	<input type="text"/>	

* Your FI should not, under any circumstances, revise a fixed interest rate during the period for which the interest rate is stated as fixed.
 ** Where “Yes” is indicated, your FI may choose to revise the type of reference rate or spread or both only under the following circumstances:

Advance notice of months of the change will be given.

C. Monthly loan repayment based on different interest rates

Note: Interest rates may change during the loan tenure. Make sure you can afford the monthly repayment.

Current <input type="text"/> is:	<input type="text"/> %				
If <input type="text"/> changes by: (See footnote 8)	+1%	+2%	+3%	+4%	+5%
The interest rate on the loan (from year <input type="text"/>) will be: (See footnote 6)	<input type="text"/> %	<input type="text"/> %	<input type="text"/> %	<input type="text"/> %	<input type="text"/> %
Your monthly repayment will be:	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>	\$ <input type="text"/>

- Your loan will have an effective interest rate of 5% when reaches %.

Over the past 20 years:

- The highest _____ was _____% which happened in _____.
- The lowest _____ was _____% which happened in _____.

Note: These past trends may not reflect how high or low future interest rates may be.

D. Fees and charges due

Your FI must disclose the following fees and charges (where applicable):

Fees and charges	Amount
Processing your loan	
If you reject the loan after accepting the letter of offer	
If you make a late payment	
If you re-finance your loan with the same FI	
If you re-finance your loan with a different FI	
If you repay part or all of the loan	
Any other fees or charges (e.g. legal fees, valuation fees, recovering subsidies, etc). Please specify.	

Where you are unclear about how the fees and charges are derived, you should clarify with your FI.

If your property is a private apartment or condominium, please check with your FI if a Mortgagee Interest Policy is required.

E. Footnotes

- 1 The loan amount of \$_____ is _____% of the lower of the purchase price after deducting any discount or benefit (\$_____) and the (indicative) current market valuation (\$_____).

(a) In the case of a purchase of a resale HDB flat (i) where the option to purchase is granted on or after 1 January 2018 or (ii) where there is no option to purchase, the date of the sale and purchase agreement is on or after 1 January 2018 — the FI shall replace the preceding sentence with the following:

“The loan amount of \$_____ is _____% of the value confirmed by HDB that can be used as the basis for obtaining a loan to purchase the resale HDB flat after deducting any discount or benefit (\$_____); **and**

(b) in the case where a separate valuation of the resale HDB flat has been conducted by the FI, the FI shall replace the preceding sentence with the following:

“The loan amount of \$_____ is _____% of the lower of (i) the value confirmed by HDB that can be used as the basis for obtaining a loan to purchase the resale HDB Flat after deducting any discount or benefit (\$_____) and (ii) the (indicative) current market valuation (\$_____).”

- 2 The cash down payment of \$_____ is _____% of the lower of the purchase price after deducting any discount or benefit (\$_____) and the (indicative) current market valuation (\$_____).

(a) In the case of the purchase of a resale HDB flat (i) where the option to purchase is granted on or after 1 January 2018 or (ii) where there is no option to purchase, the date of the sale and purchase agreement is on or after 1 January 2018 — the FI shall replace the preceding sentence with the following:

“The cash down payment of \$_____ is _____% of the value confirmed by HDB that can be used as the basis for obtaining a loan to purchase the resale HDB flat after deducting any discount or benefit (\$_____); **and**

(b) in the case where a separate valuation of the resale HDB flat has been conducted by the FI, the FI shall replace the preceding sentence with the following:

“The cash down payment of \$_____ is _____% of the lower of (i) the value confirmed by HDB that can be used as the basis for obtaining a loan to purchase the resale HDB Flat after deducting any discount or benefit (\$_____) and (ii) the (indicative) current market valuation (\$_____).”

This is the regulatory minimum requirement. Your FI should explain to you if you are required to pay additional cash on top of the regulatory minimum requirement.

- 3 Lock-in Period (if any) refers to the period where penalties may apply if you repay part of or your entire property loan, or if you re-finance with the same FI or a different FI.
- 4 We have assumed that the loan is given to you in full in Year 0, with repayments beginning in Year 1. For loans on uncompleted properties, Year 1 also refers to the first year after the loan has been given to you in full.
- 5 _____ refers to _____. Your FI should tell you where you can find the reference rate, how often this rate may be adjusted, and under what circumstances this rate may be changed for the purpose of the loan. The values of reference rates based on market rates such as Singapore Interbank Offered Rate (SIBOR) and the Singapore Swap Offer Rate (SOR) will vary according to market movements. If reference rates are based on your FI’s internal rate, the value of the reference rate may vary as it is set internally by your FI.
- 6 If the Lock-in Period of the loan is Y years, the FI must give you illustrations for a minimum of Y+1 years.
- 7 This figure is based on the assumption that: (1) there are no changes to the tenure of the loan; and (2) there are no further changes in the interest rate.
- 8 The actual changes in the reference rate may be higher or lower than the examples we have given.

F. Important notes

- 1 If you sell your property after buying it, you may have to pay a Seller’s Stamp Duty. You can find more information at IRAS’ website at www.iras.gov.sg.
- 2 The interest rates used in this fact sheet are mostly based on estimates. Actual interest rates may be different, and may be higher than what is shown here.
- 3 Your FI may have the right to ask for additional payments if your property falls in value.
- 4 This fact sheet aims to provide essential information on your property loan. You should still read the loan’s terms and conditions. Before you commit to a loan, please read the consumer guide ‘About Home Loans – Key Questions to Ask the Bank Before Taking a Home Loan’ produced by MoneySENSE and the Association of Banks in Singapore. You can ask your FI for a copy of the guide or you can download a copy at MoneySENSE’s website at www.moneysense.gov.sg.
- 5 If you are using CPF savings to buy the property, you should be aware of the rules on CPF usage. In particular, you may not be able to use CPF savings to make your monthly loan repayments for the full period of the loan. This is because the use of CPF savings towards your property (including the housing loan) is governed by the relevant CPF Withdrawal Limit and CPF Valuation Limit. You should also know that you need to set aside the relevant Retirement Sum at age 55, which could reduce the CPF savings that you can use towards buying your property or paying off your housing loan at that point. Visit the CPF Board’s website at www.cpf.gov.sg for more information.
- 6 If you miss a monthly repayment, your FI can:
 - (i) declare ‘an event of default’ and make you repay the full loan;
 - (ii) charge you a higher rate of interest;
 - (iii) begin legal action to make you pay the amount you owe or sell your property (or both) to recover what you owe plus unpaid interest; or

(iv) bring bankruptcy proceedings against you.

To avoid these situations, you should:

- not commit yourself to a loan that you cannot afford;
- contact your FI immediately for help if you face an unexpected financial situation (for example, sudden job loss) and have difficulty with making your repayments; and
- not wait until you miss a repayment before taking appropriate action.

7 Some FIs may require you to take up a Mortgagee Interest Policy (MIP) if your private apartment or condominium is mortgaged to them.

The MIP protects the FI's interest. It allows the FI to claim for repayment of the outstanding property loan amount from the insurer, in the event of damage to the property due to an insured event (such as fire) and the FI has concerns over your loan repayment. **You remain liable for the outstanding property loan amount.**

Please note that the FI does not restrict your choice of MIP provider, and any additional insurance coverage offered together with the MIP is optional. However, the FI may impose an administrative charge if you choose to obtain an MIP from an insurer not arranged by the FI.

There may be other FIs that do not require an MIP. Please refer to the Association of Banks in Singapore's website at www.abs.org.sg for more information on MIP.

8 Should you re-finance your property loan, certain financing rules (e.g. loan tenure limit) may apply. You should approach your FI for further information.

I acknowledge that this Fact Sheet has been explained to me by the FI/Representative:

Applicant's Signature Date

I acknowledge that I have explained this Fact Sheet to the applicant(s): _____
Staff's Signature Date

Where a Fact Sheet is provided through a Digital Channel and the Borrower does not require a Representative to explain the Fact Sheet to him, a FI shall indicate this field as "not applicable".