



Complying with the provisions of art.11 of Law n°. 95/IX/2020, the international investment bank, S.A. (iib) makes the following information available to its Clients:

- a) **Tenor for Interest Calculation;**
- b) **Calculation of the Annual Percentage Rate (APR) (“TAEG”);**
- c) **Terms and Conditions of Early Repayment of Loan.**

The Basis for Interest Calculation

The basis for Interest Calculation for loan operations is 360 (three hundred and sixty) days.

The Calculation of the APR

The APR is now calculated, for new loans, according to the following formula:

$$\sum_{k=1}^m Ck(1 + X)^{-tk} = \sum_{l=1}^{m'} Dl (1 + X)^{-Sl}$$

Where,

x - annual percentage rate of charge (APR);

m – order number of the last use of the loan;

k - order number of a use of the loan, so that $1 \leq k \leq m$;

Ck - amount of use of loan k;

Tk - time interval expressed in years and fractions of years, between the date of first use and the date of each successive use, with $t_1 = 0$;

m' - number of the last repayment or payment of charges;

l - number of a repayment or payment of charges;

DI - amount of a repayment or payment of charges;

SI - interval, expressed in years and fractions of a year, between the date of first use and the date of each repayment or payment of charges;

Conditions of Early Repayment of Credit

- a) The Borrower has the right to an Early Repayment, in part or in full, without the Bank's consent being required, provided that it is made on a date matching with dates of the instalments;
- b) For Partial Early Repayment of the Loan, the period of notice to the Bank is at least 7 (seven) working days;
- c) For Total Early Repayment of the Loan, the period of notice to the Bank is at least 30 (thirty) calendar days;
- d) Early Repayment in the form of a Credit Transfer to another Institution:
 - i. Applies exclusively for Mortgages;
 - ii. The original Creditor Institution shall make available to the new Lender Institution, within 10 (ten) working days, the information and elements necessary to carry out the operation, in particular the amount of outstanding principal and the loan period already elapsed;
 - iii. The costs related to the exchange of information between the Institutions and those related to the Transfer of the values derived from the Credit Transfer Operation may not be imputed to the Borrower;
 - iv. Does not affect the validity of the Insurance Contracts.
- e) The maximum limits for the Commission for Early Repayment, in part or in full, or for Loan Transfer to another Institution are as follows:
 - i. 0.5% to be applied on the reimbursed principal in case of floating rate contracts;
 - ii. 2% to be applied on the reimbursed principal in case of fixed rate contracts.

For more information on Law nº 95/IX/2020, see the Official Bulletin nº 82 I Series of 13 July 2020.