

Fixed Rate Authority Form



Use this form to apply for a new loan with a fixed rate or convert an existing facility to a fixed rate

Borrower Details

Borrower(s) Name _____

Loan ID

Loan Details

Loan Balance: Two Fixed Rate Options are currently available (*please select one*):

Option 1 – Fixed and Variable: up to 50% of the loan facility amount can be fixed for a 1, 2, 3, 4 or 5 year term. The balance of the loan facility will be at a variable interest rate.

Nominated Amount to be fixed: \$

Option 2 – Fixed Rate: greater than 50% and up to 100% of the loan facility amount can be fixed for a 1, 2, 3, 4 or 5 year term.

Nominated Amount to be fixed: \$

Fixed Rate Term (*please select one*)

1 years 2 years 3 years 4 years 5 years

Repayments based on: (*please select one*)

Principal and Interest (P&I) Interest – Only (IO)

Interest rate for current fixed rate offer is % p.a.

Rate option (new loans only): (*please select one*):

No Lock Rate
(Rate set at time of settlement) Lock Rate*
(Rate set at application – fees apply)

*Important information about locking your fixed rate. If you choose to lock a fixed rate in your loan for a term:

- You must pay the Fixed Rate Lock Fee of **\$395**. This fee is debited from your loan account from loan proceeds at settlement. We will debit the fee even if you drawdown the loan amount more than 90 days from the date we receive your application to lock the rate.
- You must lock the rate and drawdown the full amount within 90 days from the date we receive your application to lock the rate.
- If you drawdown the loan more than 90 days from the date we receive your application to lock the rate, the rate that will apply will be a variable rate.

IMPORTANT

The following contains important information when requesting a fixed rate loan.

In addition to reading your loan contract, we strongly recommend that you obtain independent legal and financial advice about the benefits and risks of fixed rate borrowing.

Break costs can be substantial

If you repay the loan before the end of the fixed rate period, you may be liable for break costs. The cost or loss usually arises because of changes in money market rates of interest between the start of the *fixed rate term* when a break event occurs. If you require more information on break costs, please refer to the Early Repayment of fixed rate loans brochure.

Your terms and conditions booklet contains information about how we calculate break costs.

Continued below

Fixed rate break costs can be high and will increase the amount you owe us. These costs may be substantial where, for example, interest rates fall. You can incur break costs where, before the end of the fixed rate term, you:

- refinance with another lender; or
- refinance with the same lender; or
- pay off part or all of the fixed rate facility ; or
- instruct us to discharge the loan; or
- convert the loan to a variable rate or to another fixed rate; or
- you are in default and we are required to end the fixed rate contract early.

Therefore, before fixing all or part of your loan, you should consider whether you intending to sell your property, make extra principal repayments or change your lender during the fixed rate term.

Fixing the rate on your loan may result in losing some loan features

Once your loan is fixed, you will not have access to many flexible loan features. For example, you will not be able to access redraw even if you have made additional payments. You will also lose features like direct card access to transact on your loan and the amount of additional payments you can make during the fixed rate term, without incurring break costs, is limited to \$20,000. We may return additional payments, during a fixed rate term, in excess of \$20,000.

You must make minimum monthly payments from your nominated account each month. You may make additional payments by other methods like BPayTM, direct salary credit or other income credit. If you would like to maintain features available on a variable rate loan, you may like to fix the rate on a portion of your loan only and retain the features on the remaining variable rate portion of your loan.

Fixed rate request Acknowledgement

New fixed rate loan - Where I/We are applying for a new fixed rate facility

I/We acknowledge that I/we have read the **Important Information** section above and agree and confirm that:

- The lender will decide whether or not to approve my application and whether or not to fix the rate on my loan;
- if a fixed rate applies to my/our loan and I/we repay all or any part of the fixed rate facility before the end of the fixed rate term, I/we may have to pay break costs;
- if I/we have requested to lock a fixed rate, the lender may debit the Fixed Rate Lock Fee (\$395) from the loan account at settlement even if the loan is drawn more than 90 days from the date the lender receives my/our application to lock the rate;
- If the No Lock Rate option is selected and settlement is cancelled due to my/our dissatisfaction with the rate offered on the day of settlement, fees and charges may apply.

Loan conversion – Where I/we are requesting to convert an existing facility to a fixed rate loan.

I/We acknowledge that I/we have read the **Important Information** section above and agree and confirm that:

- The lender will decide whether or not to approve my request and whether or not to fix the rate on my loan;
- I/we will not have access to any available credit for redraw once the facility is converted to a fixed rate facility;
- a non refundable Restructure Administration Fee is payable on the date of conversion and I/we authorise that fee to be debited from the loan account or nominated account at the discretion of Advantage Financial Services.

Signature: _____ Name: _____ Date: _____
(Please print)

Signature: _____ Name: _____ Date: _____
(Please print)

Signature: _____ Name: _____ Date: _____
(Please print)

Signature: _____ Name: _____ Date: _____
(Please print)