

(SAMPLE) PRE-CONTRACT CREDIT INFORMATION

(Standard European Consumer Credit Information)

Creditor

EdAid Foundation ('EF')
33 Queen Street, London
EC4R 4TP
team@edaid.co.uk
edaid.co.uk

Lending Platform

EdAid Limited
160 City Road, London
EC1V 2NX
team@edaid.com
edaid.com

Key features of the credit product

The type of credit

Unsecured Consumer Credit Agreement

The total amount of credit

£0,000

This means the amount of credit to be provided under the proposed credit agreement or the credit limit.

How and when credit would be provided.

The credit will be provided to you by transferring the total amount of credit to the University you have nominated to receive the credit, once we have accepted your application and signed the agreement.

The duration of the credit agreement

The maximum duration is 120 months. Repayments are income contingent, as such a student will likely clear the balance within 48 - 60 months.

Repayments

You will pay by direct debit 10% of your gross monthly salary (calculated monthly in arrears) which will equate to monthly payments of £000 each, starting twelve (12) months after the agreement date, and only in months when you have income, and continuing on the same day in each calendar month for the term of the agreement.

Your repayments will pay off what you owe in the following order:

The amount of your repayments is calculated to reduce the principal amount you owe us to zero by the end of the term of the agreement.

If you pay less than the full amount of each instalment, we will use the money to pay off first, any fees and charges applied to your account; and second to pay off the amount of credit outstanding under this agreement starting with the arrears.

The total amount you will have to pay

This means the amount you have borrowed plus inflation costs

£0,000

This is the total amount payable by you under the agreement assuming that you do not default under the agreement.

It is made up of the amount of credit shown on page one, plus a total charge for credit of £0,000.

Costs of the credit

The rate(s) of inflation which apply to the credit agreement,

Inflation (RPI) at a variable rate of 3% APR (with a minimum rate of 1% and a maximum rate of 5% APR) is calculated and charged on the outstanding balance from the agreement date until you have paid in full the Total Amount of Credit plus any other amounts due under this Agreement in full.

Annual percentage rate of charge (APR)

This is the total cost expressed as an annual percentage of the total amount of credit.

1.9% (APR) - The APR is there to help you compare different offers of credit.

RELATED COSTS

Costs in the case of late payments

Late Repayment Charges

If a borrower cannot make a payment, then if they inform EF in advance then there will not be any charges.

1st Attempt - EF will attempt to collect a payment on Day 1, if the payment is declined they will attempt again.

2nd Attempt - EF will attempt to collect a payment on Day 5, if the payment is declined they will attempt again.

3rd Attempt - EF will attempt to collect a payment on Day 10, if the payment is declined they will attempt again.

There are no charges for the borrower for the first three attempts to collect payment.

If a Borrower is not fewer than 11 days late in making payment (and has failed to inform EF in advance), EF, its legal representative or the Collections Agency reserves the right to charge the Student an administration fee for the work it does in attempting to collect their Repayments ("Late Payment Fee"). The Late Payment Fee will be £50, and in no event greater than the maximum allowed by UK law, except where it is necessary to employ a field agent has been employed as part of the collections process, in which case the Late Payment Fee will be the collections agency fee.

Long Term Default Fee

If the Student remains in long term default (4 months or more) without making a prior arrangement with EF then the EF through edaid.com can order instant payment of the entire remaining unpaid balance. If the Student has not paid the full amount of the balance when such final payment is due, then edaid.com on behalf of the EF will charge the Student a late payment fee each month on the unpaid balance at a rate of a ten percent per year (i.e., EF will multiply a factor of 0.00833 against the relevant balance and add that to the amount due). ("Unpaid Balance Charges") on the unpaid balance at an APR of ten percent (10%) per year. Unpaid Balance Charges will not be assessed with respect to any instalment on which a Late Payment Fee has previously been collected.

As highlighted if a student is not earning then they are not repaying and as such will not be in default. We believe that we have the best possible forbearance protocols in the market and see TCF as a founding principle of EF.

We expect to charge no other fees.

Consequences of missing payments

Missing payments could have severe consequences and could result in legal proceedings being taken against you. If you miss a payment we may record your default with a credit reference agency who will keep a record of that default. This could make obtaining credit more difficult for you.

Other important legal aspects

Right of withdrawal

You have a right under section 66A of the Consumer Credit Act 1974 to withdraw from this agreement without giving any reason before the end of 14 days beginning with the day after the day on which the agreement is made. If you wish to withdraw you must give us notice in writing, by telephoning us, Email or text message. If you give us notice of withdrawal, you must repay us the whole of the credit without delay and in any event by no later than 30 days of giving notice of withdrawal. You will also have to pay inflation charges accrued from the date the agreement was made until the date you repay it. Inflation will be charged at an (estimated) amount of 0.000008219 per day.

Early repayment

You have the right under Section 94 of the Act to repay early in full or in part and you may be entitled to a rebate calculated in accordance with Section 95 of the Act. If you wish to pay any amount early you must give us written or verbal notice.

There is no penalty or charge for early repayment.

Statement of Account

You have a right under section 77B of the Act to receive, on request and free of charge, at any time during the period of this agreement, a statement in the form of a table showing: a) the details of each instalment owing under the agreement. b) the date on which each instalment is due, the amount and any conditions relating to the payment of the instalment; and c) a breakdown of each instalment showing how much comprises i) capital repayment, ii) interest payment, and iii) if any other charges.

Consultation with a Credit Reference Agency

If we reject your application on the basis of information we get from a credit reference agency, we will tell you this, and we will tell you (without charge) the name and contact details for that agency.

Right to a draft credit agreement

You have the right, upon request, to obtain a copy of your draft credit agreement free of charge, unless at the time of your request, we have already decided that we do not want to proceed with your credit agreement.

Additional information in the case of distance marketing of financial services

(EdAid Foundation is authorised and regulated by the Financial Conduct Authority).

The law taken by EdAid as a basis for the establishment of relations with you before the conclusion of the credit agreement. The law of England and Wales shall apply to this Agreement.

The law applicable to the credit agreement and/or the competent court English law governs this credit agreement and the credit agreement is supplied in English. We will communicate with you in English for the duration of the credit agreement.

Complaints

We undertake to provide the highest standard of service, whilst acting responsibly at all times. If, however, in the unlikely event that you do have a complaint regarding the service we provide on your account, please let us know in person, in writing, by phone, email or text message and we will seek to resolve your complaint promptly. If you are not satisfied with our response you may wish to take your complaint to the Financial Ombudsman Service. In order to contact the Financial Ombudsman Service, you should write to them at Exchange Tower, London, E14 9SR Telephone: 0800 023 4567 Email: complaint.info@financial-ombudsman.org.uk Website: www.financial-ombudsman.org.uk