

# Loans

## **Amit, The New Mivtachim Pension Fund, do you have any unforeseeable one-time expenses?**

We are here for you with a perfect solution to allow you to obtain money without prejudicing your rights in the Pension Fund. The New Mivtachim Pension Fund Members can receive loans from the Pension Fund of preferred terms and a variety of interest routes. The loan application can be submitted at the Menora Mivtachim branch or through the Customer Call Service at \*2000.

## **The Loan Amount**

**Minimum:** NIS 5,000.

**Maximum:** Maximum: 28% of the total pension payments provided, the repayment amount does not exceed 25% of the net wage in the bank.

Your attention is drawn to the fact that due to regulation provisions loans cannot be extended against accumulation of the severance pay component in the Fund.

## **Number of Payments**

A Loan of amounts up to NIS 10,000 - and up to 24 payments.

A Loan of amounts ranging between NIS 10,000 - NIS 40,000 and up to 36 payments.

A Loan of amounts ranging between NIS 40,000 - NIS 100,000 and up to 48 payments.

A Loan of amounts exceeding NIS 100,000 - and up to 60 payments.

## **Interest**

Route A - a loan with variable interest linked to Prime + 0.5%

Route B - An index linked loan with fixed interest of 2.5%

## **Repaying the Loan**

The loan will be repaid by monthly payments pursuant to the Spitzer amortization schedule, by way of a standing order.

A commission charge will be added to the monthly repayment via the standing order of a sum of NIS 4.

## The Loan Documents

These documents will be remitted to Members at the Mivtachim branches to be filled in and signed as detailed below:

- Eligibility check and application form - will be signed by Member, including but not limited to Member's confirmation to check if there are liens over the monies in the Fund.
- The loan agreement - will be signed by Member and spouse (loans of up to 50,000 Shekels do not require spouse's signature)
- Promissory Note - will be signed by Member and spouse (loans of up to 50,000 Shekels do not require spouse's signature)
- Authorization to charge account - will be signed by Member + bank representative + bank stamp

Additionally, the Member must furnish the following documents:

- I.D. (including spouse, if applicable)
- Reference to authenticate account details: cancelled check or confirmation pertaining to managing account from the bank.
- Salaried Employee: for a loan exceeding 20,000 Shekel, bank statements for the last 3 months are required, including approved line of credit.
- Self-employed: a showing of VAT report and deductions report for the last three months.

Should the Member refuse us checking whether there are liens over the monies in the Fund, the Member will be required to furnish securities to repay the loan.

## Can The Fund Refuse A Loan Application?

There are a number of conditions that will prevent you from receiving a loan from the Pension Fund or will reduce the loan amount you are requesting.

- Irregularities in the account statements.
- Dishonored charges in the bank statements.
- A high loan amount in the account.
- Repayments of earlier/ existing loans in the Fund.
- Comments in the bdi report.
- Low Line of Credit.

## Additional Terms

- Maximum age on the date the loan ends - 62
- The Member's approval for us to check if there are liens over his monies in the Fund, and no such liens, or furnishing securities to the Fund's satisfaction should the Member refuse to allow us to check if there are such liens.
- The Member's accounts are restricted.
- Withstanding earlier monetary undertakings (subject to the Credit Providers Law).
- The maximum number of loans not yet repaid in full given to a Member: two loans.

**Comment:** the Fund may approve/ refuse an application of its sole discretion.

For further details you may contact the experts call service at \*2000, or [contact us](#) through this website.