

## **Instructions for receiving a loan**

Menorah Mivtachim member, you have a provident / advanced study fund and suddenly need to withdraw an unexpected amount? We are here to assist you with a perfect solution that would provide you with money without reducing your rights in your provident / advanced study fund. You can benefit from a variety of loans provided according to the following terms:

### **Funds that provide loans**

#### **Provident funds**

- Menorah Mivtachim Provident Funds and Compensations
- Menorah Mivtachim Provident Funds and Compensations up to 10% Shares
- Menorah Mivtachim Amir General
- Menorah Mivtachim Yoter D
- Menorah Mivtachim Mor

#### **Advanced study funds**

- Menorah Mivtachim Hishtalmut – General Lehava Program
- Menorah Mivtachim Hishtalmut – Index Program
- Menorah Mivtachim Hishtalmut – NIS Program
- Menorah Mivtachim Hishtalmut – up to 10% Shares
- Menorah Mivtachim Hishtalmut – Shares
- Omega Advanced Study Fund

### **Conditions of eligibility for a loan**

- The minimal loan amount will be 5,000 NIS.
- A member will not be provided with a loan if there are any seizures / liens on his account or if he is a “limited customer” in his bank accounts.
- For liquid funds, the amount of the loan will not exceed 78% of the current account balance in the provident / advanced study fund.
- For non-liquid funds, the amount of the loan will not exceed 28% of the current account balance in the provident fund or up to 48% of the current account balance in the advanced study fund.
- On a grace loan, the entire loan amount will not exceed 68% of the liquid funds on the account balance.
- The loan will be provided on the condition that the member has undertaken before the fund to pay up the entire loan amount.



### **Interest programs**

For advanced study funds and liquid provident funds only:

- Balloon loan – varying interest – prime minus 0.5%
- Full grace loan – varying interest – prime
- Fixed monthly payment – varying interest – prime minus 0.5%

For non-liquid funds, provident funds only:

- Varying interest – fixed basic amount – prime minus 0.5%
- Varying interest – balloon – prime minus 0.5%

\* Interest dates will be revised from time to time according to the decision of the fund's investment committee.

### **Loan payment periods**

- For advanced study fund moneys – a fixed monthly payment / balloon / full grace loan can be provided for a period of up to 84 months.
- For provident fund moneys – a fixed monthly payment / fixed basic amount / balloon loan can be provided for a period of up to 84 months and a full grace loan for a period of up to 12 months.

### **Balloon loan**

The loan will be paid monthly for the interest in by one payment for the basic amount.

### **Full grace loan**

The loan will be paid in one payment (basic amount + interest) at the end of the period.

### **Fixed monthly payment loan**

The loan will be paid in monthly payments (basic amount + interest).

### **Fixed basic amount loan**

Basic amount and interest will be paid monthly with a fixed basic amount component for the entire period.



### **Loan application documents**

These documents will be provided to the members at the service branches of Menorah Mivtachim or by the insurance agent, so they can be filled in and signed as follows:

- Loan agreement – will be signed by the member
- Authorization to debit the provident fund account – will be signed by the bank representative + bank stamp + member's signature
- Authorization to debit the advanced study fund account – will be signed by the bank representative + bank stamp + member's signature

Additionally, the member will need to provide the following documents:

- Photocopy of ID + attachment
- Document supporting bank account information – photocopy of cancelled check or confirmation that a bank account is maintained. For a loan over 20,000 NIS – original check. Over 100,000 NIS – visit one of the branches of Menorah Mivtachim around Israel or an insurance agent. Over 500,000 NIS – visit the company's office on 7 Jabotinsky Street, Ramat Gan, 45<sup>th</sup> floor (preset appointment).

For a loan based on non-liquid monies in provident funds, the following documents will be required:

- Checking account printouts – last three months.
- Estimate of overall balances for the member's provident / advanced study fund as of the date loan application documents are submitted.
- Signing a promissory note.

### **Additional terms**

- Transactions (withdrawals / transfers) from the advanced study funds cannot be performed until the date of the loan's payment.
- A first loan does not involve a loan fee. However, for a second loan we will charge a 195 NIS fee.
- Please submit the loan application documents to the representative of Menorah Mivtachim Pension and Provident Funds Ltd.
- The loan will be provided subject to signing a loan agreement and obtaining the managing company's approval.

**For additional information please contact the information and service center of Menorah Mivtachim at \*3876 or your insurance agent.**

**The information below is provided as general guidelines about the fund's loans and can vary based on the law's provisions and the managing company's discretion. In any event of discrepancy between the above and the loan agreement terms, the agreement terms will prevail.**