

GUARANTOR FACT SHEET

Who is a guarantor?

A guarantor is an individual or business name who agrees to be responsible for repaying a loan, interest and any default fees (where there is late payment), if for some reason, you as the Borrower are unable to make repayments.

When is a Guarantor required?

BizNuture requires Borrowers to provide Guarantors after a loan has been approved.

How many guarantors are required?

At BizNuture, the number of guarantors required depends on the form of business association, the applicant operates with.

| FORM OF BUSINESS ASSOCIATION | NUMBER OF GUARANTORS | REQUIREMENTS |
|--|----------------------|--|
| BUSINESS NAMES (Sole Proprietors and Partnerships) | 2 | They must be external parties and not the owners of the business. |
| COMPANIES | 2 - 3 | One guarantor must be the Company representative (usually the Managing Director) while the others should be an external party. |

BizNuture's requirements for Guarantors

Pre-approval of Guarantor

Individual

- A guarantor cannot be a spouse (wife or husband) to the individual applying for the loan.
- A guarantor must have a cashflow in the last six months that covers at least twice of the loan being requested by the customer.
- Guarantors' account statement for three (3) months
- Guarantors must have a valid means of identification (Drivers' Licence, International Passport or NIMC Card)
- Guarantors' Work ID (where applicable)

Business Name

- CAC registration documents (Certificate of Registration and CTC of CAC BN1 – Application Form) of the business name
- The business name must have a cashflow in the last six months that covers at least twice of the loan being requested by the customer.

- Business name's account statement for three months
- Proprietor(s)' valid means of identification (Drivers' Licence, International Passport or NIMC Card)

Post-approval of Guarantor

Guarantors would be required to sign an agreement and fill a Bio-data form

Important information for Guarantors

If you choose to stand as a guarantor to this loan transaction, you agree to repay the loan where the Borrower defaults in meeting their obligations under the loan agreement whether or not repayment dates are extended at any time.

Therefore, it is highly important that Guarantors read through the terms of the loan agreement and the guarantor agreement. Where approached by a Borrower, it is highly recommended that a potential guarantor seeks independent legal and financial advice to understand the obligations, risks and impact on financial position that could arise from guaranteeing a loan transaction.