

Danske Bank International S.A.

GENERAL INFORMATION ON MORTGAGE CONTRACTS

August 2021

- The lender is Danske Bank International S.A. (the bank), 13 rue Edward Steichen L-2540 Luxembourg. Phone: 00352 46 12 75 1. www.danskebank.lu
- The bank provides loans for purchasing property.
- The property can be located in France, Spain, UK and Switzerland. Security for the loan will be a legal charge by way of a mortgage over the property.
- The maximum duration of the credit agreement is 10 years with the possibility of extension subject to the banks approval at the end of the initial term.
- The bank only offers loans with variable rate (no fixed rates are available). The variable rates are subject to changes during the lifetime of the loan. This means that the amount of repayment can change on a regular basis.
- A foreign currency loan is when the currency of a mortgage loan is different to a) the currency of income/assets the borrower intends to use to repay the mortgage loan or b) the currency of the European Economic Area state in which the borrower is resident. The implication for the borrower is the risk of fluctuations in the exchange rates and this could have an impact on the loan value and the actual repayments that could increase.

Representative example for a loan to buy property located in France:

Loan: EUR 700,000
 Total amount to be repaid: EUR 772,327
 Duration: 10 years
 Type of loan: variable interest only
 APR: 2.6521%

- Further costs related to the establishment of the loan agreement include Stamp duty and notary fees, property valuation, legal cost and the bank charges.
- The bank offers a range of possible repayment terms. The borrower can for example repay the full loan on a monthly or quarterly basis depending on the length of the loan.
- The borrower may repay all or part of the mortgage at the end of any interest period without any early repayment charges. Any repayment which is not made at the end of an interest period may only take place upon agreement with the bank and is subject to the borrower paying an early repayment charge to reflect any loss and expense, incurred by the bank in liquidating or otherwise employing deposits acquired by it to fund such repayment.
- A valuation is required before the bank grants the loan. The bank ensures that the valuation is carried out by a professional third party valuer at the borrowers cost.

If the borrower does not make the required repayments when they fall due, the bank may demand repayment of the full amount outstanding. This may mean that the borrower will incur further interest and costs. **Continuing to miss payments under the contract may ultimately lead to the bank taking action to repossess the borrower's home.**

Reflection Period: the borrower has fourteen days after being given a binding mortgage offer to reflect before committing himself to taking out the loan.