



## Flexi 2

This loan is aimed at traders with consistent daily, weekly and/or monthly cash flows. This loan requires a group guarantee and collateral pledged to the group. Repayments allow for flexibility according to the cash flow patterns of the business and the maximum term is 12 months.

Description	Flexi 2
<b>Clientele</b>	Traders with consistent daily, weekly and/or monthly cash flows
<b>Loan Guarantee</b>	Social guarantee + collateral pledged to group
<b>Loan Amounts</b>	Loan Range: K3,001 - K4,500
	Loan Increase: Maximum 50% from the previous cycle (K3,501 - K4,500)
	Loan Cycle 3 Onwards: Max. 50% increase and always up to K4,500
	<b>Minimum</b> loan amount: K3,001
	<b>Maximum</b> loan amount: K4,500
<b>Maximum Term</b>	12 months (and same term for all members in VB/SBGL)
<b>Group Size</b>	Village bank with 5 - 10 groups (each group 5-10 members)
<b>Repayment amount and frequency</b>	Monthly fixed principal, declining interest
<b>Interest rate (Declining balance method)</b>	4.5%
<b>Loan application fee + insurance</b>	14% of loan amount (up-front)
<b>Collateral</b>	Pledged collateral to group (Flexi 2 and SBGL)
<b>Prepayment penalties</b>	None
<b>Grace period</b>	None