

Please note that the following fees and charges are applicable when you choose to do an early redemption of your DBS Car Loan:

1. Early Redemption Fees

These fees apply if you choose to redeem your loan early:

- i) A fee of 20% of the Interest Rebate will be charged

Please note that you will also need to pay the balance of the outstanding instalments payable under the Hire Purchase Agreement, less an interest rebate (calculated using the formula below), plus any other charges and expenses incurred.

Assuming a customer has a hire purchase amount of \$60,000.00 and chooses to do an early settlement (after 25 instalments has been paid), the fee payable is \$516.39 based on the following:

Item	Amount
Hire Purchase Amount	\$ 60,000.00
Add Total Term Charges (\$60,000 x 2.50% x 5 years)	\$ 7,500.00
Less Instalments Paid (\$1,125 x 25)	(\$ 28,125.00)
Less Interest Rebate based on remaining 35 months*	(\$ 2,581.97)
Add 20% Interest Rebate payable (\$2581.97 x 20%)	\$ 516.39
Balance payable	<u>\$ 37,309.42</u>

*Interest Rebate calculated based on formula:

$$\frac{n(n+1)}{N(N+1)} \times \text{Total Term Charges} \Rightarrow \frac{35(35+1)}{60(60+1)} \times \$7,500 = \$2,581.97$$

Where,

n refers to unexpired loan period in months;

N refers to original loan tenure in months

- ii) A fee of 1% of the Total Financed Amount will be charged

The Total Financed Amount is the total cash price of the vehicle (including GST, the accessories and other related fees, expenses and charges) deducting the total deposit including cash, allowance/trade-in for a used car model.

2. Late Interest Payment Fees

Late payment fees range between 3% - 5% p.a., plus the average prime rate of the three local banks (DBS Bank Ltd, the Oversea-Chinese Banking Corporation Ltd and the United Overseas Bank Ltd) on any overdue amount.