

CERTIFICATION

KNOW BY ALL MEN BY THESE PRESENTS

That _____ is covered by Credit Group Life Insurance (CGLI) by virtue of his/her compliance of the provisions of this IRR for his/her loan granted on _____ in the amount of _____ (P. _____) and in the event the Fortune Life Insurance Co. Inc. pays the unpaid loan or a portion thereof, I _____ obligate myself to pay the amount paid by the CGLI to the BJMP-MPC. I hereby authorize the Chief, BJMP Finance Center to pay the CPF thru the BJMP-MPC any amount due from the BJMP on account of my separation from the service to the extent of the amount of the unpaid loan or a portion thereof.

BJMP-MPC , General Manager/Asst. General Manager

With my consent

(Name of Borrower)

TERMS AND CONDITIONS

1. Eligibility Requirements

A member who has no outstanding loan may qualify for a multi-purpose by submitting a properly accomplished application form at the appropriate BJMP-MPC Office.

2. Amount of Loan

The amount of loan shall be the sum total as approved by the BJMP-MPC and as reflected in its disbursement voucher which is not necessarily the amount applied for.

For this purpose, the monthly take-home shall be considered in determining the amount of loan to be granted of the date of receipt of the loan application by the BJMP-MPC.

3. Terms of the Payment

The loan principal, interest and service fee due shall be payable in monthly amortization within the term selected by the Borrower which may either be six (6) months, one (1), two (2) or three (3) years.

The monthly amortization shall be deducted from the Borrower's monthly pay by Finance Service Unit, BJMP. It is understood that the Borrower cannot authorize the stoppage of such deduction until full payment of the loan and other charges that may have accrued thereon.

In the event that deduction as above authorized is not effected for whatever reason, the Borrower hereby undertakes to pay directly to the BJMP-MPC all Amortization due.

4. Due Date of First Monthly Installment

The first monthly amortization shall be due on first day of the second month following the granting of the loan and every month thereafter until the loan is paid.

5. Interest Rate

The interest rate of loan shall be computed using the diminishing balance method.

6. Service Fee

A service fee of 2.0% of the loan amount shall be charged and amortized over the term of the loan.

7. Maturity of the Loan

This loan automatically matures upon the death of the Borrower notwithstanding that a longer term was chosen by the Borrower.

Upon the maturity of the loan, the entire principal amount of this loan including all interest and other charges payable, shall be due and payable without need of demand or further notice, all of which are hereby expressly waived by the Borrower.

8. Renewal of Loan

Renewal of loan will be allowed subject to the capacity of the Borrower. Application for succeeding loan shall be processed starting on the month following the month of the last payment.

For this purpose, "end of the term" means the month that the repayment on the loan is due.

9. Loan Pre-termination

The Borrower may pre-terminate the loan during its term subject to the full payment of outstanding balance of the principal amount, including interest and other charges payable.

10. Loan Cancellation

Once the loan is approved and the loan proceeds have been released through check or through any other modes of disbursement. The Borrower has no more option to cancel the loan but only to pre-terminate it by paying the full amount of the outstanding balance including accrued interest if any, without any right to demand for reimbursement of processing/ser vice fee and such other fees that might have been collected under such loan.

11. Authority to Apply Payment

In case of maturity of this loan due to death of the Borrower and it remains outstanding either in whole or in part, both for principal and interest, the BJMP-MPC is authorized to apply survivor's benefit due to his/her beneficiaries, the amount equivalent to the outstanding balance of this loan, inclusive of interest, penalties and surcharges which in the case of member who died before one-year from the date of the loan be credited with P100,000.00 CGLI and the rest chargeable to survivor. The residual of the benefit shall be paid to the qualified beneficiaries/claimants in accordance with the law.

Further, in the event that the survivor's benefit is insufficient to fully settle the outstanding obligation, BJMP-MPC is authorized to apply the monthly survivorship pension (basic survivorship pension and dependent' pension) due to the qualified survivorship/s to the remaining outstanding obligations until the loan is fully paid. Such authorization shall remain effective until full payment of the loan or any other outstanding obligations of the Borrower to the BJMP-MPC, by virtue of this loan and/or other obligation shall constitute a lien over any benefits/claims that may be due the Borrower.

Should such benefits/claims from the BJMP-MPC be sufficient to cover the remaining balance, BJMP-MPC shall not be prevented from filling the necessary civil administrative action(s) for recovery either against the borrower or his estate.

12. Attorneys Fees

Should the BJMP-MPC be compelled to refer the loan or any position thereof to an Attorney-at-Law for collection or to enforce any right hereunder against the Borrower or avail of any remedy under law of this Agreement, the Borrower shall pay an amount equivalent to twenty-five (25%) percent of all amounts outstanding and unpaid as and for attorney's fees and litigation expense.

13. Venue

Any legal action, suit, or proceeding arising out or relating to this Agreement, shall be brought or instituted in the appropriate courts in Quezon City or such other venue at the exclusive option of BJMP-MPC. In the event the Borrower initiates any legal action arising from or under the agreement, for whatever causes, the borrower agrees to initiates such action only in the City where the principal office of BJMP-MPC is located.

14. Notices

All notices requires under this Agreement or for its enforcement shall be sent to the office Address or at Mailing/Residential Address indicated in the loan application or as such other address as may be indicated hereafter by the Borrower to the BJMP-MPC. The notices sent to any such addresses shall be valid and sufficient notice to the Borrower for all legal intents and purpose.