

V. ADDITIONAL CHARGES IMPOSED BY THE OWNER FOR EARLY SETTLEMENT

The Owner will impose charges for an early settlement of this Hire Purchase Agreement. The method for calculating the net balance payable#, upon such early settlement is as follows:

Net Balance payable for Early Settlement = Balance Originally Payable less Instalment(s) paid less Interest rebate using Rule of 78 (the "Interest Rebate")

Formula Used for calculating Rule of 78

$$IR = \{ n(n+1) / [N(N+1)] \} \times TC :-$$

Where IR represents Interest Rebate due to the Hirer, n represents the unexpired period of hiring expressed in months; N represents the original hire period of hiring expressed in months; and TC represents the total amount of terms charges payable under this Hire Purchase Agreement.

- a. Early Settlement Charge: 20% of Interest Rebate; and 1.0% of the principal amount as stated in Item IV (F) of the SCHEDULE and such other charges as may be imposed by the Owner.
- b. Notice period required: 1 month's notice in writing or 1 month's interest in lieu thereof.

VI. ADDITIONAL CHARGES IMPOSED BY THE OWNER FOR ASSIGNING ITS RIGHTS, INTEREST AND TITLE TO NEW OWNER

The Owner will impose charges in the event that the Hirer requires the Owner to assign its right, title and interest under this Hire Purchase Agreement to another party. The charges payable by the Hirer, and the method for calculating such charges is the same as described in Section V.

VII. THIRD PARTY CHARGES

The above information DOES NOT include third party charges such as stamp duties, legal fees, valuation fees, etc. Please check with the relevant parties for the charges.

VIII. ARRANGEMENT FEE

If the Hirer's application for financing is successful, the Hirer agrees to pay prior to the commencement of the hiring, an arrangement fee of 0.5% of the principal amount as stated in Item IV(F) of the SCHEDULE. The Owner may change the percentage of the arrangement fee at any time without prior notice of the Hirer.

IX. INTEREST AND LATE PAYMENT CHARGES

The default interest charged will be 10.5 % per annum calculated on a daily basis or such other rates as may from time to time be determined by the Owner on overdue amount payable from the time of default up to the time of actual payment (as well after as before judgment).

Late payment charge of S\$80.00 per overdue instalment.

such amount exclusive of items a and b stated herein in Section V and Third Party Charges (if any)

The Hire Purchase Agreement comprises the terms and conditions set out herein and in the above Schedules and the Owner's Standard Terms and Conditions: Hire Purchase Agreement under Common Law, a copy of which is attached hereto. The Hirer confirms that he has read, understood and agreed to all such terms and conditions.

IN WITNESS whereof the parties hereto have hereunto set their hands that day and the year first above written.

Signature of Hirer

Witness to the Hirer's Signature
(Other than the husband or wife of Hirer)
Name:
NRIC No:

For and on behalf of
HS FINANCING PTE. LTD.

Authorised Officer