

# MODEL DISCLOSURE STATEMENT

Statement Date

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**IMPORTANT** – This document sets out some of the key information about your consumer credit contract. You should read it thoroughly. **If you do not understand anything in this document you should seek independent advice.** You should keep this disclosure statement and a copy of your credit contract in a safe place.

This disclosure statement must be provided to you and to any guarantor within 5 days of you signing the consumer credit contract. The law gives you a right for a short time after you receive this Disclosure Statement to cancel the credit contract. Note that strict time limits apply.

Additional important information is contained in your credit contract.

## FULL NAME AND ADDRESS OF CREDITOR

 This is the person or company providing you the credit.

You may send notices to the creditor by:

- Writing to the creditor at its postal address; or
- Sending a facsimile to the number specified (if any); or
- Sending an email to the address specified (if any).

Name: .....

Physical Address: .....

Postal Address: .....

Fax: .....

Email: .....

## CREDIT DETAILS

### Initial unpaid balance

This is the amount you owe at the date of this statement and includes fees charged by the creditor.

\$..... made up of: \$..... eg describe the advance  
\$..... eg describe establishment and other fees  
\$..... eg describe any optional service/credit insurance  
Less  
\$..... eg deposit paid by debtor

### Subsequent advance(s)

These amounts will be advanced to you by the creditor at the time specified.

\$..... (description, timing)

### Total advances

This is the total of all advances which will be made to you.

\$.....

## PAYMENTS

 You are required to make each payment in the amount specified and at the time specified.

Number of payments

.....

Amount of payment

\$.....

Timing of payments

.....

Total of payments

\$.....

## INTEREST

### Annual interest rate

.....% fixed for the whole term of the contract

.....% fixed for a period of ..... then .....

.....% above/below ..... (description of base rate)

### Total interest charges

This is an estimate of the total amount you will pay in interest charges over the course of the loan.

\$.....

### Method of charging interest

This describes how interest is calculated.

Interest charges are calculated by multiplying the unpaid balance of the loan at the end of the day by a daily interest rate. The daily interest rate is calculated by dividing the annual interest rate by 365. Interest charges are debited monthly.

Interest charges are calculated by multiplying the unpaid balance of the loan at the end of the .....(period) by a .....(periodic) interest rate. The periodic interest rate is calculated by dividing the annual interest rate by ..... Interest charges are debited .....

**Interest free period**

..... days/weeks/months/years. Interest will begin to accrue from .....

**FEES**

**Credit fees and charges**

Your credit contract may provide that these fees and charges may vary.

\$..... (description, timing)

\$..... (description, timing)

**WHAT HAPPENS IF YOU DEFAULT**

**Security interest**

The creditor has rights in the property listed as a security interest. If you default under this contract, the creditor may be entitled to repossess and sell any property specified as a security interest.

.....  
.....

**Default interest charges and default fees**

If you fail to pay any amount due under this contract on its due date you must pay interest on that unpaid amount as specified below.

Your credit contract may provide that these fees and charges may vary.

Default interest is .....% per annum calculated ..... and debited .....

This is charged on the amount in arrears from the time you fail to make a due payment until the arrears are paid.

**Default fees:**

\$..... (description)

\$..... (description)

\$..... (description)

**PREPAYMENT**

**Full prepayment**

If you repay the loan in full before the due date for the final payment, you may be required to pay a fee to compensate the creditor for any loss resulting from the full prepayment. The creditor may have suffered a loss if the creditor's current interest rate is lower than the interest rate applying to your original credit contract. You may also have to pay the creditor's administrative costs relating to the full prepayment. The amount you may have to pay is calculated as follows:

The amount you may have to pay is calculated using the procedure prescribed in the Credit Contracts and Consumer Finance Regulations 2004.

..... (alternative procedure)

Administrative Costs \$..... (description)