

INSIGHTLOAN

Credit Risk Assessment Report

DANIEL YONG

Application ID: APP-202511270556441341

Status: Rejected (High Risk)

Loan Type: Loan

Requested Amount: RM 50,000.00

Assessment Date: 2025-11-27

44

RISK SCORE (/100)

REJECTED

Risk Level: High

Risk Score Calculation Breakdown

Category	Points	Reason
Income Verification	+15	Bank deposits align with stated income (within 10% variance)
Debt Burden Analysis	-25	High Debt: DSR > 50% (over-leveraged)
Family Burden Assessment	0	Tight: RM 1,000-2,000/person/month
Repayment Capacity Verification	-30	Risky: Installment > 40% of net income (cannot afford)
Bank Statement Health	0	Insufficient bank balance
Spending Behavior	0	No evidence of irresponsible spending habits.

Key Risk Flags & Findings

Risk Flag	Severity	Description
High Debt Service Ratio (DSR)	High	The calculated Debt Service Ratio (DSR) is 69.8%, indicating
Inconsistent Income Claim	Medium	The applicant claims to generate monthly revenue between RM1
Questionable Debt Management	Medium	The applicant is taking a significant loan which creates a v
Per Capita Income Concerns	Medium	With 5 family members, per capita income is RM1590, potentia

DECISION JUSTIFICATION

RECOMMENDATION: REJECT

Overall Assessment:

Due to high debt service ratio, high monthly installment compared to net income and moderate per capita income the loan is rejected. There is no evidence of business history, but a clear plan has been verified.

STRENGTHS

- 1. Verified business operations with supporting documentation.
- 2. Clear capital utilization plan for the loan funds.

CONCERNS

- 1. High DSR indicating over-leveraging and straining
- 2. No business history despite running for 2 years.
- 3. Moderate per capita income suggesting limited financial resources