

Credit Evaluation – Loans and Credit Administration								
Date	:	7/3/19	Branch	:	MTT			
From	:	Credit Evaluation – Loans and Credit Administration						
To	:	Head, CED & BM						
1.0 Borrower Information								
Borrower:	1	Mr.Hing Cheyrath (46)	Nature of business/ Employment	1	Project Manager			
	2	Mdm Sien Sina (43)		2	Housewife			
	3							
Guarantor:	1		Borrowing R's ship since:	New				
	2							
	3							
CRR Grade	4							
2.0 Term Sheet								
New/ Additional	Facility	Existing Limit (KHR)	+/-	Proposed Limit (KHR)	O/S balance	Tenure	Interest rate ECOF = 5.50% p.a.	
New	HL		+205M	205M	-	14 years	Y1-Y3: 6.88%p.a. Y4-Y14: 7.75%p.a.	
Total			+205M	205M				
Fees	Processing fee	:	Waived					
	Prepayment fee	:	1 st – 5 th year: 3% 6 th – 14 th year: 1%					
	Renewal fee	:	NA					
	Commitment fee	:	NA					
Loan Purpose:	- To part finance purchase of a unit of 2 storey flat house							
Request/ Deviation:	- To seek approval for variance of land/building value after issuing of formal valuation report subject to OMV of not less than USD80K							

3.0 Comment by Credit Evaluation:	
<ol style="list-style-type: none"> Borrowers are husband and wife where Mr.Hing is currently working as a project manager with Kuy Leangkay Construction Trading Group since 2016 with monthly salary of USD1.8K while Mdm Sien is a housewife The purpose of the purchase is for owner occupation with purchase price of USD95K. The purchase price is within reasonable range while CPL quoted lower OMV of USD81K. The collateral purchase will not be charge to us while they will be charging their existing residence with OMV of USD80K which provides adequate MOA of 62.5%. The MOF will be at 52.6% against SPA or 61.7% against OMV verbally cross checked The DSR remains strong at over 3x based on net salary of USD1.8K with the 14 year HL proposal. Under sensitized scenario with monthly expenses included, DSR is still acceptable at 2.10x . The subject property charged is located in Steung Meanchey's residential borey while marketability is 	

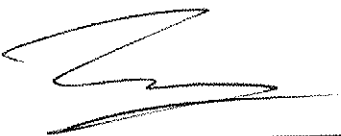
fair as it is located in suburb area instead.

4.0

Recommendation by Credit Evaluation

1. Approved as recommended by LU

Jointly approved by:



Tang Siew Hon
Head, CED
Date: 07/03/2019

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CONSUMER LOAN APPLICATION

Dep.	Retail and Mortgage	Date	28 Feb 2019
Park to	MTT	CA No.	RHBIBL-BDM-0011-2019-0015
To	BM & HCED		
(To be escalated to next level if applicable)		N/A	

Borrower(B) / Guarantor(G) Profile						
No.	Name	B/G	ID/Passport No	Age	Borrowing Relationship Since (Year)	
1	Mr. Hing Cheyrath	B	050263351	46	New	
2	Mdm. Sien Sina	B	011036020	43	Related / Connected Party	
						Y N
					Borrower KYC Level	H M L
					Credit Grade	4

Applicant's Background

Applicants, Mr. Hing Cheyrath and Mdm. Sien Sina, are husband and wife. Presently, Mr. Hing Cheyrath is employment while Mdm. Sien Sina is a housewife. They are residing in Sangkat Steung Meanchey, Khan Meanchey, Phnom Penh, with parents.

Mr. Hing Cheyrath has engaged in career since 1998 and gradually updated level from position as Officer to Manager. Presently, he is holding position as Project Manager of KUY LEANGKY CONSTRUCTION TRADING GROUP CO., LTD since 04 Feb 2016 with gross salary of USD1,800 per month. Noted, the salary is paid by cash in Khmer Riel (last 3 months pay slips are attached)

Applicants request HL to part finance on purchase Flat EoE1 located in Borey Piphup Thmei Chamkaroung as they plan to move out from their parents and stay with their own family. But the purchased house is currently under Soft TD so the applicant has another house (Hard TD) which is current residence to charge with us instead.

Employer's information

KUY LEANGKY CONSTRUCTION TRADING GROUP CO., LTD is a company which have providing services such as design, engineering, construction, real estate and other services that client need with the international standard quality and services.

Company registered No.: 00028045

Incorporation Date: 13 Sep 2006

Company Type: Private Limited Company

Country: Cambodia

Address: No. 2,3Eo, St. 516, Sangkat Beoung Kak 1, Khan Toul Kork, Phnom Penh.

Director: Kuy Leangky

Request			
<ul style="list-style-type: none"> - To request 14-Year HL of KHR205Million (Easy Loan Easy Home) - To seek approval for variance on land/building value after issuing a formal valuation report subject to total OMV of not less than USD80K. 	Request for	Y	N
	Age deviation		N
	DSR deviation		N
	MOA deviation		N

Loan Details							
Type	Existing Limit (KHR'Million)	Proposed Limit (KHR'Million)	Change	Outstanding Balance (KHR'Million)	Pricing (Current ECOF @ 5.5%)	Repayment Period (Years)	Repayment Amount (KHR'Million)
HL	-	205	-	205	1st & 3rd year: ECOF + 1.38%p.a. on monthly rest subject to min 6.88%p.a. 4th year onward: ECOF + 2.25%p.a. on monthly rest subject to min	14	Round-up 1.91 (1 st & 3 rd year) 1.99 (4 th year onward)

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					7.75%p.a.		
Total	-	205	-	205			

Loan Purpose

Applicants request HL of KHR205M to part finance on purchase 2-storey Flat located in Borey Piphup Thmey, Phum Sambour, Sangkat Dangkor, Khan Dangkor, Phnom Penh.

Under Construction	Y	N	Completed from developer	Y	N	
Name of Developer	: New World					<ul style="list-style-type: none">- Revealed by applicants, they want to purchase new house located in Borey Piphup Thmei-Chamkar Doung. Based on verbal SPA, the property worth of USD95K.- They apply HL of RHB205M (Equivalent to USD50K) for part finance on purchased house.- Since the house to be purchased is under soft TD, the loan will be charged with another property to secure loan.- MOA is at 62.50% adapt verbal check of 9-Base (Flat Eo)- Based on verbal check of 9-Base and CPL, MOF is at 51.02% and 59.86% respectively. While, MOF is 52.63% against verbal SPA.
Panel	: Y/N					
Unit Capping	: N/A					
Approved unit @ to date	: N/A					
% of completion	: 100%					
SPA Price	: USD95K					

I. Refinancing

Bank	Approved / Operating Limit	Outstanding Balance	Pricing	Repayment Record	Remark
N/A	N/A	N/A	N/A	N/A	N/A

II. Others

N/A

Details of Property to be Charged

		Property	
Property type		Eo Flat	
Address		Phum Trea, Sangkat Steung Meanchey, Khan Meanchey, Phnom Penh	
Land Area		84sqm	
Built Up Area		64sqm (Estimated measurement)	
Title Details			
i. Title No/Expiry Date of LH		12060103-4086	
ii. Type of Property		Eo flat	
iii. Tenure – FH/LH (Balance of Years)		Freehold	
iv. Registered Owner		Mr. Hing Cheyrath and Mdm. Sien Sina	
v. Encumbrances		None	
vi. Restriction in Interest/Conditions		None	
Fire Insurance by		To be insured by RHBIBL's panel valuer	
Cross Charge (Y/N) (Please furnish details if "Y")		N	
Valuation			
i. Valuation Report - Land Value - Building Value - Total OMV - Value Name - Date		Formal valuation report to be issued by 9-Base with total value of not less than USD80,000	
ii. Verbal/Cross Check			
		9-Base	CPL
- Land Value		USD67,000 (800psqm)	USD79,800 (950psqm)
- Building Value		USD13,000 (200psqm)	USD12,800 (200psqm)
- Total OMV		USD80,000	USD92,600
- Value Name		Mr. Monnpech	Mr. Chrin Toury
- Date		24 Jan 2019	22 Jan 2019

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Verbal SPA	USD95,000
Adopt market value	USD80,000 based on 9-Base
Margin of Financing (%)	62.50%
Security Coverage (Times)	1.12x (Ascribe value)

CBC, AML and World Checking

Based on the CBC report in Mar 2019, the applicants have no maintained Loan with other Banks/MFIs.

AML and world check: There is no any distress.

> Conduct of Account

So far, the applicant has not maintained saving account with Banks while his salary is paid by cash.

Income Statement

Income	Actual		Projection		
	2019 Monthly	2019 Annually	2020 Annually	2021 Annually	2022 Annually
Mr. Hing Cheyrath's salary	1,800	21,600	22,680	23,814	25,005
Total incomes	1,800	21,600	22,680	23,814	25,005
Average	1,800	1,800	1,890	1,985	2,084
Monthly installment					
RHBIBL HL (convert to USD)	485	485	485	485	485
Total commitment	485	485	485	485	485
Current DSR (Times)	3.71x	3.71x	3.89x	4.09x	4.29x
Expenses					
Utilities exp.	80	960	1,008	1,059	1,111
Living exp.	500	6,000	6,300	6,615	6,946
Other exp.	200	2,400	2,520	2,646	2,778
Total expenses	780	9,360	9,828	10,320	10,835
Net income	1,020	12,240	12,852	13,494	14,170
Average income	1,020	1,020	1,071	1,125	1,181
Total commitment	485	485	485	485	485
Sensitized DSR (Times)	2.10x	2.10x	2.20x	2.31x	2.43x
Uncommitted balance	535	535	586	640	696

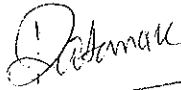
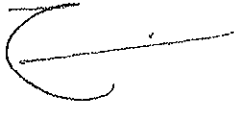

Comment:

- Applicants' incomes are generated from employment evidenced by the furnished job contract. We assume that the salary shall be increased 5% for projection income and all expenses.
- LU asked applicant for other supporting documents to more verify their income such as bank statement but they don't have as they habitually save money in hand.
- Current DSR is 3.71x and sensitized DSR is 2.10x after all expenses.
- Applicants' Assets and Liabilities

Statement of Assets and Liabilities (USD)			
Assets Owned		Liabilities	
Property to be charged with RHBIBL	80,000	RHBIBL HL	50,000
Property to be purchased	83,520		
Total Assets	163,520	Total Liabilities	50,000
Net Assets	113,520		

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Repayment Risk Analysis			
Monthly Income	Mr. Cheyrath	USD1,800.00	USD1,800.00
Less Total Commitment	i) RHBIBL (convert to USD)	USD467.00	USD467.00
	ii) Other MFIs/Banks	N/A	3.71
DSR			3.85x
Balance Uncommitted			USD1,333.00
Estimated / Disclosed Net worth*			USD113,520
Within Bank Lending Criteria	1/3 Income		Y
	45% Income		N
Risks		Mitigating Factors	
- Only one source of income		<ul style="list-style-type: none"> - Revenue is generated from Mr. Cheyrath's salary only while his wife is a housewife. But Mr. Cheyrath has experienced in career for over 20 years in Construction Skill. Presently, he is holding a high position as Project Manager of KUY LEANGKY CONSTRUCTION Co., Ltd which has been established in long-term in Cambodia. - Based on his career's background, he has been employed since 1998 and gradually upgraded level from Officer to Manager which is shown that the unemployment rate shall be not concern to him. - Moreover, as the current and future's economic growth, the construction industry is still continued to progress with long term demand where is comfortable and double free for applicant's career as well as his capacity for monthly loan installment with us. - Noted, the applicant's net worth is at about USD113.5K (including the property to be charged of USD80K) which is easy to covert in cash for worst scenario. - The requested tenure of 14 years is reasonable to comfort loan against the length's career. 	

Recommendation	
Prepared By:	Recommended By
 Sok Ratanak Assistant Manager 28-02-2019	 Nhim Borey Senior Manager 28-02-2019
	Jointly Approved By
	 Lav Menghuoy Branch Manager 01-03-2019

Credit Policy : In Compliance / Non-Compliance
 D/P Check: BM & HCED
 AML/CFT Check: No name matched

DP Check (Amount in USD)		
Description	Borrower + related borrowers	Borrower + related borrowers

Borrowers: Mr. Hing Cheyrath and Mdm. Sien Sina

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	(RHBIBL only)	(RHB Banking Group)
Total Exposure	KHR205Million	
Less standalone facilities	N/A	
Total exposure excluding standalone facilities	KHR205Million	
Of which	N/A	
Secured facilities	KHR205Million	
Unsecured facilities	N/A	
This application is within DP of	BM & HCED	

Head office use only

Comment by Loan and Credit Administration

Term Sheet

HL (Easy Loan Easy Home)	KHR205M	Tenure: 14 Years Installment amount: KHR1.91M (1st & 3rd year) and KHR1.99M(from 4th year onward) Processing fee: Waive Prepayment: 1st to 5th year: 3% on prepayment amount if the facility is fully/partially settled before expiry date. 6th year onward: 1% on prepayment amount if the facility is fully/partially settled before expiry date.
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Condition precedent:

1. Acceptance of Letter of Offer
2. Payment of processing fee of 1% on approval limit
3. Purchase of fire insurance over the subject property
4. To submitted the renewal employment contract prior to loan release.
5. Release of facilities subject to :-
 - a) Compliance of Terms under Condition Precedent.
 - b) Completion of relevant security documentation. All loan/security documents which are required herein and/or such other documents as may be required by the Bank and/or its solicitors shall have been executed by the Applicants and/or the relevant security parties, registration fee duly paid and registered at such registries as the Bank may deem necessary.
 - c) Submission of valuation report from 9-Base with total OMV of not less than **USD80,000**

Disbursement method:

- After completion of blocking TD, the **HL of KHR205Mill (Equivalent to USD50K)** shall be released by issuing banker check to vendor/seller subject to submission of formal SPA and differential sum on the purchased house. Or reimbursement is allowed subject to submission of formal SPA and evidence that the full payment has been paid by the applicant.

Post drawdown condition:

- To submit a copy of TD (Soft) of the purchased house and registered ownership under applicant's name within 2 months after loan drawdown date.

Other terms and conditions (if any): N/A

Other comments:

Appendix I

Repayment Analysis				
Item	Yes	No	NA	Remark (mandatory if "NO" is (x))
Employment Confirmation Letter	x			
Salary slip for the last 3 months	x			
Income statement (P&L)			x	
Sale/Purchase invoices (for the last 3 months)			x	Salary earner

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Balance Sheet			x	Salary earner
Income Projection			x	Salary earner
SPA	x			To be submitted before loan disbursements

Security Document	New / Complied
Facility agreement of KHR205Million as principal instrument	New
Hypothec Agreement as subsidiary instrument on Property 1	New