



**Citibank Mortgage Term Loan Products Feature Update
Advance Instalment Payment to a Maximum of 3 months**

As one of the benefits of having a Citibank mortgage, you have the flexibility of making payments in excess of your current monthly instalment amount as loan prepayment and/or excess payment (“Extra Payment”). Where the payment is an Extra Payment, it is eligible for use to settle future monthly instalments on the applicable due date, up to the Extra Payment amount.

Effective **1 August 2018**, the Extra Payment deposited into your (Citibank Housing Loan/ Citibank FlexiHome Loan*/ Citibank Home Partner-i/ Citibank Home Financing-i/ Citibank ShopHouse Loan/ Citibank Staff Housing Loan) account for the payment of future monthly instalments will be utilized towards payment of future monthly instalments up to a maximum of 3 months only. Any Extra Payment including payment via EPF withdrawal in excess of 3 future monthly instalments will be used to reduce your outstanding principal loan balance. Extra Payment which is less than one month instalment amount will also be used to reduce your outstanding principal loan balance.

**Applicable if you deposit the Extra Payment into Citibank FlexiHome Loan, 14 digit loan account only. There is no impact on the basic feature of the FlexiHome Loan and you are free to deposit the Extra Payment into the existing FlexiHome Current Account subject to the existing terms and conditions.*

The following illustrates the above:

Illustration 1

	Current	Effective 1 August 2018
Loan Amount (RM)	500,000	500,000
Monthly Payment (RM)	2,500	2,500
Prepayment Made (RM)	12,500 (Equivalent to 5 months' monthly instalments)	12,500 (Equivalent to 5 months' monthly instalments)
Extra Payment (i.e. covers number of future monthly payment)	5 months	3 months Note: The amount in excess i.e. 2 months will be used as loan prepayment to reduce your outstanding principal loan balance.
Next Instalment Payment Due Date	6 th Month	4 th month

The above illustration is based on the assumption that the customer has paid up to-date including the current month instalment. The monthly payment calculation is based on the assumptions of 4.45%p.a and loan tenure of 30 years.



Illustration 2

	Current	Effective 1 August 2018
Loan Amount (RM)	500,000	500,000
Monthly Payment (RM)	2,500	2,500
Prepayment Made (RM)	8,750 (Equivalent to 3.5 months' monthly instalments)	8,750 (Equivalent to 3.5 months' monthly instalments)
Extra Payment (i.e. covers number of future monthly payment)	3.5 months	3 months Note: The amount in excess has met the maximum number of 3 months instalment. Hence the remaining of the excess amount of RM1,250 will be used to reduce your outstanding principal loan balance.
Next Instalment Payment Due Date	4 th month - to top up the balance only	4 th month - to pay full instalment amount

The above illustration is based on the assumption that the customer has paid up to-date including the current month instalment. The monthly payment calculation is based on the assumptions of 4.45%p.a and loan tenure of 30 years.

Saving tip: You will save more if you choose to continue your monthly payment notwithstanding that Extra Payment has been made to save more on interest and to pay off your loan faster.