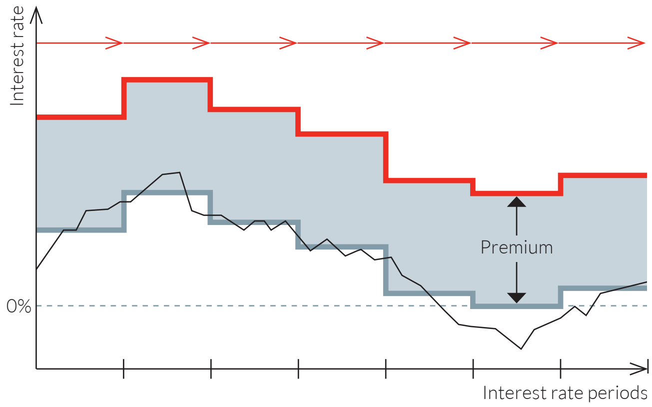
FACTSHEET

CIC Flex advance

For marketing purposes

Brief description

CIC Flex advance is a medium-term loan for investment, working capital or start-ups. It has a floating interest rate adjusted in line with the SARON® rate every 1, 3 or 6 months. It is calculated using the daily compounded rate (SARON® compound). A premium based on the borrower's credit rating is added. The interest rate on the CIC Flex advance is set at the start of each agreed interest rate period. This means the rate may be slightly higher than on the Flex advance. The term of the loan is divided into interest rate periods. The rate remains constant during each of these periods. At the end of the term it is possible to switch to another loan model (e.g. if interest rates are rising).



Customer interest rate
SARON® interest rate
«SARON® compound» basic interest rate*
Interest rate set at start of period
Floor on basic interest rate

* The individual SARON® rates in each period (e.g. 3 months) are compounded to give a basic interest rate («SARON® compound»).

Suitability

The CIC Flex advance is suitable for individuals and companies looking to benefit rapidly from falling interest rates and willing and able to bear the higher costs if rates rise sharply. The CIC Flex advance is available to retail clients and companies resident/registered in Switzerland.

Minimum amount
CHF 100,000 minimum tranche

Minimum contract term
2 years

Conditions

Interest rate: Fixed for a period of 1, 3or 6 months based on the corresponding SARON® rate (SARON® compound + premium + hedging).

Interest payment: The interest rate is fixed for the period selected. The rate is calculated and reported (if there is a change) two banking days before the interest rate period starts.

Term of loan: indefinite

Loan commission: None

Purpose of the loan: Investment, working capital, start-ups

Your benefits

Quick adjustment when interest rates are falling

You benefit from transparent and market-related interest rates and rapid adjustment of your interest burden when rates are falling.

Flexibility in the choice of loan model

You can quickly and flexibly switch to another loan model at the end of the term, such as a fixed advance or a fixed loan.

Greater planning certainty

Unlike the Flex advance, with the CIC Flex advance the interest rate is known at the start of the agreed interest period. This gives you more planning certainty about the interest due in future.

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Potential risks

Interest rate risk

Because the SARON rate may fluctuate, the interest burden may be hard to calculate over the medium term and, depending on the maturity, could rise.

Affordability risk

Unexpected private or professional changes could mean that you can no longer finance the mortgage payments.

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