

Rate Lock

Fixed rate for new loan applications

What is Rate Lock?

Fixed Rates are subject to change between the time of your application and loan settlement. Cairns Bank offers the option to pay for a Rate Lock which will guarantee your fixed interest rate up to the time of settlement with a maximum of 90 days.

There is a non-refundable fee charged for selecting the Rate Lock feature.

When can you Rate Lock?

Rate Lock can be applied to new Fixed Rate home loan and Fixed Rate Investment home loan applications at any time before loan settlement.

How to request a Rate Lock

Sign and return a Rate Lock form and arrange payment of the Rate Lock fee.

What rate is locked in?

We lock in the fixed rate applicable on the day we receive the Rate Lock form for 90 days and payment from that day.

Trade-offs of a Rate Lock

Rate lock fee is not refundable

If rates go down, you will automatically receive the lower rate. The Rate Lock fee will not be refunded.

What happens if your Rate Lock is expiring?

The Rate Lock expires after 90 days.

You may request another Rate Lock at this time which will allow you to lock in the fixed rates prevailing at that time (**not** the fixed rates applicable at the time of your initial Rate Lock application) for 90 days.

You will be charged another Rate Lock fee.

Rate lock fee

The Rate Lock fee is \$400.

Rate Lock Form

Applicant Name/s: _____

Member No

Fixed Rate
_____ %

Term
_____ years

I/We apply to Cairns Bank for a Rate Lock facility so that the fixed interest rate details listed above will be locked in for a period of 90 days from the date of this form.

I/We understand and agree that:

- the interest rate will only be locked once Cairns Bank has received payment of the Rate Lock fee;
- the Rate Lock will apply for 90 days from the receipt of payment of the Rate Lock fee;
- payment of **\$400** can be made to the account of **Cairns Bank, BSB 704966 Account number 100010699, quoting your surname as the reference**
- the interest rate set out in this form (above) is current only at the date of signing this form. The rate that is locked will be the prevailing rate at the time the Rate Lock fee is paid and may differ from the rate set out above;
- In relation to the Rate Lock fee:
 - the Rate Lock fee will be refunded only if the loan application is declined by Cairns Bank;
 - if the interest rate decreases after the rate has been locked, a refund of the Rate Lock fee is **not** available however the lower rate will be applied;
 - the Rate Lock fee will **not** be refunded if the lock rate period expires and the loan has not been drawn;
 - the Rate Lock fee will be **forfeited** if I/we withdraw the loan application
- acceptance of this request by Cairns Bank does not constitute approval of my/our loan application.

Applicant's Signature _____ Applicant's Signature _____

Date: / /

Decline offer

I confirm that I have been made aware of the Rate Lock option and have declined to take up this option:

Applicant's Signature _____ Applicant's Signature _____

Date: / /