

Key Facts Statement – Vehicle Finance



PRODUCT INFORMATION	
Product Description	
<p>This Vehicle Finance Product by Siraj Finance is based on Murabaha (cost-plus-profit) and provides Sharia-compliant financing for purchasing new or used vehicles. Under this product, Siraj Finance purchases the vehicle directly from the supplier and takes ownership of the vehicle and then sells the vehicle to the customer at a disclosed cost price (less any down payment made) plus an agreed profit margin, which aggregates as the sale price. The total sale price is transparently disclosed upfront and is payable by the customer in fixed installments over an agreed period.</p>	
Sharia Structure	
Sharia Concept	<p>The Vehicle Finance Product is structured based on the Sharia concept of “Murabaha”, a sale contract where Siraj Finance purchases the vehicle and takes legal ownership of it before selling it to the customer. The sale price, which includes the original cost of the vehicle and a pre-agreed profit margin, (the “Sale Price”) is transparently disclosed and paid by the customer on deferred terms as per the agreed payment schedule.</p>
Transaction flow	<ul style="list-style-type: none"> ➤ Customer Application: Customer submits the Vehicle Finance Application form (which also contains Promise to Purchase) along with the required vehicle details. ➤ Siraj Purchase: Siraj buys the vehicle from the supplier by executing the Sale and Purchase Agreement and takes ownership. ➤ Murabaha Sale: Vehicle is sold to the customer under a Murabaha Contract for consideration of the Sale Price, which comprises of the cost price (less any down payment made), agreed profit margin, and installment terms. Legal ownership of the vehicle is transferred to the customer at this stage, while Siraj Finance retains the vehicle as a security until the installments are fully paid. ➤ Vehicle Delivery: Vehicle is delivered to the customer upon completion of the sale agreement (Murabaha Contract). ➤ Payment: Customer pays in agreed installments.
Type of Finance	
➤ This is for individual customers who may apply for financing on New/used car from Siraj Finance.	
Finance Currency	
AED (United Arab Emirates Dirham)	
Key Products Features	
Murabaha Arrangement	A contractual Murabaha agreement between Siraj Finance PJSC (Seller) and the customer (Buyer) for vehicle financing.
Wide Eligibility	Both new and used vehicles are eligible for financing, provided they meet Siraj Finance’s specifications and approval.
Flexible Payment Options	The Sale Price (vehicle cost + Siraj Finance's profit) is payable in equal monthly installments as agreed in the Murabaha Contract.

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Ownership Transfer	Ownership of the vehicle is transferred to the customer upon execution of the Murabaha contract and completion of vehicle delivery.
Max. Financing Tenure	Up to 5 years (60 months) depending on the nature of the vehicle and financing terms.
Min. and Max. financing amount	Min. AED 15,000/- Max. Subject to the vehicle's value and customer eligibility criteria (Not exceeding 50% of DBR).
Early Settlement	Finance can be fully settled any time before the maturity date by providing proof of source of funds.
Early Partial Settlement	Partial settlement is allowed with fees based on the outstanding amount and installment period. Proof for source of funds required.
Donation Commitment to Charity in case of Late Payment Event	In case of late payment of monthly instalment, in addition to the installment amount due, you undertake to pay 2% p.a. on the delayed amount on pro-rata basis (Max. AED 500) into charity subject to the Sharia approved mechanism stated in the relevant documentation.
Takaful Cover	Mandatory insurance to cover the vehicle against risks, such as total or partial loss by the buyer until the payment of installments are completed.
Key Finance Terms	
Cost Components	<ul style="list-style-type: none"> - Cost Price: The price at which Siraj Finance purchases the vehicle from the seller. - Down Payment: Customers must pay a standard down payment of 20% of the vehicle's value. However, this down payment amount may vary subject to risk appetite. This payment will be deducted from the Cost Price to determine the net finance amount. - Profit Margin: A fixed profit rate, determined as a percentage of the net finance amount, payable over the financing term.
Installment Structure	Monthly installments are calculated based on the total Sale Price (Net Finance Amount + Profit) divided over the agreed term.
Payment Schedule	Installments are due on specified dates as agreed in the payment schedule. Failure to pay two consecutive installments triggers acceleration, requiring the customer to pay the full remaining balance immediately.
Late Payment Consequences	Any delay in payment results in a charity donation calculated at a fixed percentage on daily overdue amount, as per Sharia approval.
Early payment Option	Customers may pay the balance early; however, with specific terms for prepayment fees or deductions.
Other Key Information, Requirements and Obligations	
<ul style="list-style-type: none"> ➤ The applicant should be above 21 years. ➤ The applicant should be a Salaried individual residing in UAE and meet the income criteria of Siraj Finance. ➤ The applicant shall meet the affordability assessment criteria. 	

Important Note:

- Siraj Finance has the right to decline any application at its own discretion and the decline reason will be communicated to the customer.
- All charges paid to Siraj Finance for services already rendered are **Non-Refundable**.
- Based on the Vehicle Finance Product agreements (e.g., Murabaha Contract, Promise to Purchase, and related financing documents), Siraj Finance PJSC may recover the outstanding balance through exercise of its rights under the financing documentation. Upon the occurrence of an Event of Default, Siraj Finance may, at its discretion:
 - ✓ Terminate the Murabaha Contract or any related financing agreements.
 - ✓ Demand that you make immediate payment of all outstanding installment payments, including any accrued amounts, and declare all amounts payable under the financing documents as immediately due and payable; and
 - ✓ Exercise its rights under the applicable security arrangements, including but not limited to enforcing any guarantees or collateral, and take all appropriate legal actions and remedies available to Siraj Finance under the law as stipulated in the Vehicle Finance Product agreements.
- Siraj Finance reserves the right to amend the Terms and Conditions, Schedule of Charges and other fees payable by you from time to time, at its sole discretion, after giving a notice period of at least 60 calendar days, after which the changes shall become effective. Further, in case of no response from you within the notice period it shall be deemed as acceptance from you.
- In the event of early settlement, Siraj Finance PJSC may collect the profit for deferred payments, ensuring it does not exceed the agreed total profit under the Murabaha Contract. Applicable early settlement charges will also apply as per the financing terms.
- Siraj Finance reserves the right to request security / conditions, including but not limited to security cheques, guarantor, co-signer, etc.
- Siraj Finance reserves the right to terminate the financial relationship with you in the event of a failure to meet the terms and conditions.
- You can contact Siraj Finance for any enquiries, assistance or complaints by visiting our website: www.Sirajfinance.com. Currently Siraj Finance Vehicle Finance's Terms and conditions are available at [Click here for Vehicle Finance Terms & Conditions](#) and Schedule of Charges are available at: [Click here for Schedule of Charges](#)

FEES AND CHARGES OF THE PRODUCT

Processing fee for due diligence and documentation	1% of the finance amount (Min. AED 500 & Max. AED 2,500)
Processing Fee for Documentation for Deferment of Installment	AED 100 per deferment
Donation Amount (For Delayed Payment)	2% p.a. on the delayed amount on pro-rata basis (Max. AED 500) <i>Note: Siraj Finance shall route any such amounts on behalf of the customer to a charity approved by the Siraj's Internal Shariah Supervision Committee, after deducting the actual expenses.</i>
Processing Fee for Documentation for Early Partial Payment	1% of the payment

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Processing Fee for Documentation for Early Full Settlement	1% of the outstanding balance
Security Margin	Customers may need to pay a security deposit, which will be deducted from the total Sale Price.
Note: <ul style="list-style-type: none"> ➤ A detailed schedule of charges is available on the website www.Siraj Finance PJSC. In case you need any clarification on the fees and charges, you may call us on +971-2-401 4999 or email us at customercare@sirajfinance.com. ➤ VAT is exclusive on all above fees and charges unless specified. <p>VAT means value added tax imposed on the supply of goods or services under Law No. 8 of 2017 and the related executive regulations or any similar future taxes.</p>	

SAMPLE ILLUSTRATIONS (For calculation purpose only)	
Standard Transaction	
Cost Price of Vehicle:	AED 100,000
Down Payment (20%)	AED 20,000
Net Finance Amount	AED 80,000
Profit Rate:	5% p.a.
Term:	4 years (48 months)
Total Sale Price	<ul style="list-style-type: none"> - Profit: AED 80,000 x 5% x 4 years (48 months) = AED 16,000 - Sale Price: AED 80,000 (Cost Price) + AED 16,000 (Profit) = AED 96,000
Monthly Installments	Monthly Installment = AED 96,000 / 48 months = AED 2,000
Late Payment Example	
Overdue Amount	AED 2,000
Charity Donation	AED 2,000 x (2% / 365) x 10 days = AED 1.09 (for 10 days late).
Early Full Settlement	
Outstanding balance	AED 50,000
Early Settlement fee on Outstanding balance of 1 %	AED 500
Early Partial Payment	
Outstanding balance	AED 50,000
Partial Payment Amount balance	AED 10,000
Early partial Settlement fee on payment made of 1 %	AED 100
WARNINGS & DISCLAIMERS	
You are required to read and understand all terms and conditions (application forms & related documents) of Siraj Finance PJSC	

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before acceptance.

You may have to pay early settlement fees if you choose to pay off your Vehicle finance early.

If you do not meet the payments on your Vehicle finance on time and in full, your account will go into arrears. This may affect your credit rating, which may limit your ability to access financing in future.

In case you fail to fulfil your obligations as per the product Terms and Conditions, before and during your relationship with us, there will be consequences including, but not limited to your undertaking to pay the donation amount.

If you do not keep up with your installment payments, you may lose your right over the financed vehicle pursuant to the collateral.

Your payment history in the credit bureau on facilities held with Siraj Finance or other banks will impact your ability to get a new finance.

An income reduction due to retirement, change of employment or any other personal circumstances may result in an increase in your Debt Service Ratio (DSR) thereby impacting your payment ability towards this Vehicle Finance.

You are required to provide Siraj Finance with copies of your updated documents at all times (Emirates ID, Passport, Visa, Trade License, etc.). Not providing these documents might result in charges, transactions being restricted.

This Key Facts Statement is provided for your understanding and comparison purposes only. It does not constitute an offer of credit or guarantee of financing.

COOLING-OFF PERIOD

Once you enter into the financing contract, you will be bound by the terms and conditions of the financing contract. However, in accordance with the Consumer Protection Regulation and Standards you have the right to a cooling-off period option. This is a right to cancel the financing contract within five (5) complete business days starting immediately after signing the financing contract (the "Cooling-Off Period"). However, you may choose to waive your right to the Cooling-Off Period. If you choose to waive your right to the Cooling-off Period, you will be bound by the terms and conditions of the financing contract once it is concluded between you and Siraj Finance. Consequently, you will be subject to the risks of price fluctuation of the item sold to you starting from the finance contract signing date.

APPLICANT ACKNOWLEDGMENT

I / We hereby acknowledge and confirm that the product key facts statement has been read, understood, signed and a copy received by me.

Applicant Name:

EID No.:

Date:

Signature: