



GSIS CONSOLIDATED LOAN (CONSO-LOAN) APPLICATION

IMPORTANT: Before applying for Conso-Loan, please secure tentative computation of your proceeds.

Name of Applicant		
<i>Last Name</i>	<i>First Name</i>	<i>Middle Name</i>
Birth Date		BP No. E-Card/UMID Card No. E-Card/UMID Bank Account No.
Mailing/Residential Address		
Present Office		
Telephone No.	Cell Phone No.	Email Address
For DEPED Personnel		
<i>Division No.</i>	<i>Station No.</i>	<i>Employee No.</i>

LOAN AMOUNT (Please encircle your choice or indicate preferred loan amount)

Basic Monthly Salary									
1 mo.	2 mos.	3 mos.	4 mos.	5 mos.	6 mos.	7 mos.	8 mos.	9 mos.	10 mos.
Preferred Loan Amount (Any amount lower than the maximum loan) P _____									

TYPE OF LOAN: New Renewal
(Please check choice)

I undertake to pay the loan within the period of

12	24	36	48	60	72
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 months. (Please encircle your choice)

TERMS AND CONDITIONS

1. LOAN AMOUNT. The loan amount that may be availed for the GSIS CONSO-LOAN shall be based on the Basic Monthly Salary (BMS) and the member's record of creditable service (RCS), as shown in Table 1. The BMS shall correspond to the latest premium paid during the last four (4) months immediately preceding the month of application as reflected in the GSIS database. The member shall have the option to choose a loan amount lower than his maximum loan amount provided the proceeds of the loan is sufficient to cover the aggregate balance/s of the consolidated loan accounts or renewal loan including the fees charged. Failure to indicate the preferred loan amount shall be construed that the member is applying for the maximum loan amount to which the borrower is entitled.

Record of Creditable Services	Maximum Total Loan Amount
≥20 mos	3 BMS
≥40 mos	4 BMS
≥5 years	7 BMS
≥10 years	10 BMS
≥15 years	10 BMS

If the prescribed loan amount granted given in Table 1 is less than the minimum loan amount (102% of the outstanding balance), the loan amount shall be 102% of the outstanding balance.

2. CONSOLIDATION OF LOANS. If the member is availing this loan for the first time, the GSIS will consolidate the balances of his/her Salary Loans, (Enhanced & Restructured), ELA and SOS, if any, to this loan, and, condone whatever outstanding penalties and surcharges that may have accrued on such loans. The balance of the loans to be consolidated as appearing in the tentative computation is binding on the member.

3. TERMS OF PAYMENT. Payment term shall be 1-yr, 2-yrs., 3-yrs., 4-yrs., 5-yrs. or 6-yrs. at the option of the borrower. Failure to indicate re-payment terms shall be interpreted as preference for the longest term to which the borrower is qualified. **NON-PERMANENT EMPLOYEES WITH LESS THAN 10 YEARS OF RECORD OF CREDITABLE SERVICE, MAXIMUM TERM IS 2 YEARS; WITH AT LEAST 10 YEARS OF RECORD OF CREDITABLE SERVICE, MAXIMUM TERM IS 6 YEARS.**

4. INTEREST. The interest rate shall be twelve percent (12%) effective-based on a diminishing balance. A fraction of a month shall be considered as one (1) month. Interest will be charged during the period of moratorium at the same rate of 12% per annum.

5. DUE DATE OF MONTHLY AMORTIZATION. The first monthly amortization shall be due on the 10th day of the 3rd calendar month following the grant of the loan, and every tenth (10th) of the succeeding month thereafter until the loan is paid in full. Grant of the loan shall refer to the month of application for Conso-Loan Plus.

6. PAYMENT MECHANISM. The monthly amortization shall be paid through payroll deduction. It is understood that the deduction shall not be stopped until the loan is paid in full. The borrower shall pay directly to the GSIS the loan amortizations as they fall due under the following circumstances:

- the name of a member / borrower is excluded from the monthly collection list;
- the member / borrower is on extended leave without pay;
- the monthly amortization is not deducted and/or remitted by the agency; and
- the loan amortization deducted from the payroll is not sufficient to cover the full amortization due.

7. **REDEMPTION INSURANCE.** The Redemption Insurance (RI) rate shall depend on the term of the Loan to be embedded in the monthly amortization. The RI coverage shall be deemed lapsed/cancelled once the loan account is declared in default. The insurance coverage is automatically terminated when the borrower pays the loan in full or upon expiration of the term of the loan whichever comes first. RI rates are as follows:

Loan Term	RI rate/P1,000.00
1 year	0.29
2 years	0.30
3 years	0.32
4 years	0.34
5 years	0.36
6 years	0.38

8. **PENALTY CHARGES.** Arrearages on the amount due for the month shall be charged 1% per month, compounded monthly, until the arrears are paid. The amount due for the month is the monthly amortization including arrearages from previous month/s and corresponding penalties, if any. The arrears for the month is the difference between the amount due for the month and the actual amount paid.
9. **PRE-TERMINATION.** The GSIS CONSO-LOAN PLUS may be pre-terminated by paying the outstanding balance of the loan before the end of the loan term.
10. **COMPULSORY PRE-TERMINATION.** The loan agreement shall be deemed pre-terminated upon the member/borrower's resignation, separation, permanent disability, retirement or death. The outstanding principal (including unpaid interest) immediately prior to the occurrence of any of the above conditions shall be due and demandable and shall be collected by the GSIS from existing claims of members or by other courses of action (administrative or civil) for collection of said outstanding balance.
11. **CANCELLATION.** Once the loan is approved and the loan proceeds have been credited in the eCard account, the borrower has no more option to cancel the loan but only to pre-terminate the same without any right to demand for reimbursement of the fees.
12. **DEFAULT.** The loan shall be considered in-default for failure or the borrower to pay the equivalent of three (3) monthly amortizations.
- In the event of default the outstanding balance becomes due and demandable without need of demand or further notice, all of which the borrower expressly waives.
 - In case of failure to pay the outstanding balance declared in default, the outstanding balance shall be charged with the existing 12% annual effective interest plus a penalty of 1% per month compounded monthly from the date of default until the date of full payment.
 - The GSIS shall initiate appropriate action for accounts in default as provided for in the CHOICE OF LOAN AMORTIZATION SCHEDULE FOR PENSIONERS (CLASP), THAT IS APPLICABLE TO RETIRING GSIS MEMBERS WHO WILL AVAIL OF A RETIREMENT SCHEME WITH AN IMMEDIATE PENSION BENEFIT AS PROVIDED UNDER R.A. 660, PD 1146 AND RA8291.
 - The borrower may, however, apply for loan restructuring.
13. **DEDUCTIONS.**
- All outstanding balances of the loans to be consolidated minus the penalties and surcharges to be waived shall be deducted from the proceeds of the CONSO-LOAN PLUS, thus, each of the consolidated loan account shall be deemed fully paid.
 - The total loan arrearages from Emergency Loan, eCard Plus Cash Advance accounts and Housing Loan Account shall be deducted from the proceeds of the CONSO-LOAN PLUS.
14. **CHOICE OF LOAN AMORTIZATION SCHEDULE FOR PENSIONERS (CLASP) – EFFECTIVE JUNE 1, 2011, RETIRING GSIS MEMBERS WHO WILL AVAIL OF A RETIREMENT SCHEME WITH AN IMMEDIATE PENSION BENEFIT AS PROVIDED UNDER RA 660, PD 1146 AD RA 8291 MAY AVAIL OF THE CHOICE OF LOAN AMORTIZATION SCHEDULE FOR PENSIONERS (CLASP) WHERE THE MEMBER-RETIREE MAY CHOOSE TO SETTLE HIS/HER OUTSTANDING BALANCE OF THE LOAN IN WHOLE (100%) OR A PERCENTAGE THEREOF (75%, 50% OR 25%) WHICH SHALL BE DEDUCTED FROM HIS/HER RETIREMENT PROCEEDS. FOR THOSE WHO CHOOSE TO PAY A PERCENTAGE OF THE OUTSTANDING BALANCE OF THE LOAN (75%, 50% OR 25%), THE REMAINING UNPAID BALANCE SHALL BE RESTRUCTURED AS A LOAN WITH A RATE OF 10% PER ANNUM COMPOUNDED ANNUALLY, PAYABLE OVER A MAXIMUM PERIOD OF THREE (3) YEARS.**
15. **RECOVERY OF AMOUNT/S CREDITED IN THE eCARD.** GSIS shall have the right to recover by any legal means, any amount in the eCard account credited thereon by the GSIS due to fraud, misrepresentation or error on account of any transaction which the member may have with the GSIS.
16. **REFUND OF OVERPAYMENTS AFTER END OF LOAN TERM.** At the end of the loan term, any overpayment shall be treated in accordance with the policy guidelines on treatment of excess payment.
17. **ATTORNEYS FEES.** Should the GSIS be compelled to refer the Loan or any portion thereof to an Attorney-at-Law for collection or to enforce any right hereunder against the Borrower or avail of any remedy under the law or this Agreement, the Borrower shall pay an amount equivalent to twenty five (25%) percent of all amounts outstanding and unpaid as and for attorney's fees and litigation expenses.
18. **VENUE.** Any legal action, suit, or proceeding arising out or relating to this Agreement, shall be brought or instituted in the appropriate courts in the City of Pasay or such other venue at the exclusive option of GSIS. In the event the borrower initiates any legal action arising from or under this agreement, for whatever causes, the borrower agrees to initiate such action only in the City where the principal office of GSIS is located.
19. **TRANSFER/CHANGE OF OFFICE.** The Borrower shall immediately inform the GSIS of his transfer to any government office/agency, and, for the continued remittance of the borrower's monthly payment on the loan, this application shall be sufficient authority for GSIS to effect collection through salary deduction from his new office/agency.
20. **NOTICES.** All notices required under this Agreement for its enforcement shall be sent to the Office Address indicated in the Personal Data portion of this loan application. The notices sent to the said office address shall be valid and shall serve as sufficient notice to the Borrower for all legal intents and purposes.

I confirm that I have read and fully understood the CONSO-LOAN PLUS Terms and Conditions and undertake to comply with them.

SIGNATURE OF MEMBER/BORROWER
TIN: _____

Date Signed