

Date: _____

The Manager,
Bank AL Habib Ltd,
_____ Branch.

SUB: Letter Of Understanding, “Wazir-e-Azam Apna Ghar Program – Ghar Ho Tu Apna”; Mark-up Subsidy and Risk Sharing Scheme for Affordable Housing Finance (Islamic) (“**Scheme**”)

Dear Sir,

With reference to my application for an Islamic finance facility under the Scheme ("**Facility**") from Bank AL Habib Limited ("**Bank**"), I hereby acknowledge and confirm that:

1. The pricing applicable to the Facility shall strictly be in accordance with the pricing prescribed under the Scheme.
2. After expiry of the 10-year subsidy period, the pricing shall convert to **1-Year KIBOR + 3%**, subject to revision on each resetting date, in accordance with the instructions of the State Bank of Pakistan and the approval of the Bank’s Shariah Board.
3. Upon approval of the Facility, I shall provide post-dated cheques/debit authority for the repayments of my monthly rental amount and redemption of Musharakah Units to the Bank.
4. In case the Facility is disbursed prior to 15th of the month, the rental on the outstanding Facility shall be charged for the full month on a Shariah-compliant basis, which shall be included in the 1st repayment installment of the Facility falling due on the 1st of the following month.

I undertake to comply with all applicable requirements of the Facility, including the terms and conditions prescribed by the Bank’s Shariah Board.

Signature: _____

Name: _____

CNIC No: _____