



## Key Fact Statement (KFS)

*A Document that clearly summarizes the most important terms and conditions of a loan*

### Key Features of a Key Fact Statement (KFS)

- **Loan Amount & Tenure** – Clearly states how much you are borrowing and for how long.
- **Interest Rate & APR** – Shows both the nominal interest rate and the **Annual Percentage Rate (APR)**, which includes hidden costs.
- **Repayment Schedule** – Outlines EMI amounts, frequency, and total repayment over the loan period.
- **Fees & Charges** – Lists processing fees, late payment penalties, foreclosure charges, and other costs.
- **Borrower's Obligations** – Explains what you must do to remain compliant (timely payments, maintaining credit discipline).
- **Transparency & Comparability** – Helps borrowers compare loan offers across banks easily

***Example: What You'll See in a KFS***

<b><i>Section</i></b>	<b><i>Example Details</i></b>
<i>Loan Amount</i>	₹10,00,000
<i>Tenure</i>	5 years
<i>Interest Rate</i>	10% per annum
<i>APR</i>	11.2% (includes processing fee)
<i>EMI</i>	₹21,247 per month
<i>Processing Fee</i>	₹5,000
<i>Foreclosure Charges</i>	2% of outstanding principal

*You should read and understand Key Fact Statement carefully*