

VEHICLE FINANCE APPLICATION PROCEDURE ICFAL

Vehicle finance is based on ***Murabaha principle***. Under Murabaha, ICFAL purchases a vehicle on shared equity with member and then ICFAL's share/equity of the vehicle is sold with profit to the applicant member on a deferred payment method.

ICFAL equity of the car is limited to 80% of the total purchase price which is up to A\$25,000. Member must have at least 20% equity of the purchase price of the vehicle.

Monthly payment depends on the ICFAL's share/equity of the vehicle, target profit and duration of the contract. For early pay off, member has to pay the remaining profit with ICFAL's remaining share/equity since it is a Murabaha process.

Eligibility to apply for vehicle finance: Member must have permanent resident visa or citizenship of Australia to be eligible to apply for any finance with ICFAL. Three months waiting period applies from the date of joining as a member. Member needs to maintain active membership by holding at least five shares equivalent to \$500 in the membership account.

Application Process: Eligible members can apply for vehicle finance by lodging completed finance application form and required documentations. Applicant also needs to deposit at least 20% of the expected price of the vehicle. Once the completed application form, required documentations are received, it usually takes 2 weeks to process and notify the outcome of the application.

Required Documentations: Application must be submitted in the ICFAL prescribed finance application form with proof of Australian permanent residency or citizenship, copy of two recent pay slips, last two NOA from ATO or Group Certificate, Guarantor Statutory Declaration Form and Centrelink statements (if applicable). For self-employment income - **Accountant's Letter stating your estimated revenue, expenses and income after tax for current financial year** and bank statements of last 3 months also need to be submitted.

Applicant may be requested to provide additional documentations where necessary.

Fees: Administrative Fee \$150 (Approval \$50 fee is applicable, Completion of Purchase \$100)