

APPLICATION FEE	The amount payable by the borrower for obtaining a loan. This fee usually includes the first valuation fee.
BORROWERS RATE	The interest rate applicable to the borrowers loan.
BUSINESS LOAN	Purpose of loan is predominately for business use (greater than 50%) and is therefore, non regulated.
CONFIRMATION OF APPROVAL	An advice sent to the borrower on formal approval of the loan.
DEFERRED ESTABLISHMENT FEE	It is assumed that the loan will repay in accordance with the scheduled repayments detailed in the loan agreement. To protect Novasure from loss caused by the early discharge of a loan, all loan agreements contain a deferred establishment fee clause which becomes payable in the event of early termination of the loan.
FEES & CHARGES	Fees and charges applicable to the loan account.
FHOG	First Home Owners Grant.
GST	Goods and Services Tax.
INTRODUCTORY PERIOD	The term that an introductory rate applies to the Introductory Rate Loan.
INTRODUCTORY RATE	The interest rate payable during the introductory term, usually discounted and applicable to the Introductory Rate Loan.
INVESTMENT LOAN	Purpose of loan is predominately for investment property (greater than 50%).
LEGAL FEES OR COSTS	The legal costs or title insurance associated with the documentation and settlement of a loan.
LMI	Lenders Mortgage Insurance. All loans must carry LMI that includes two years Cash Flow Cover. LMI protects the lender against loss; it does not protect the borrower(s).
LMI PREMIUM	The amount payable for LMI.
LINE OF CREDIT	An interest only portion that can be re drawn within the approved credit limit at any time. The monthly repayment is calculated on the amount outstanding from time to time.
LVR	The Loan to Value Ratio is calculated by dividing the loan amount by the security/securities value Example: Loan Amount \$240,000; Security Value \$300,000; LVR = 80.00%
NSR	The Net Serviceability Requirement calculation is the net income after tax less living expenses of all borrowers and guarantors, divided by the amount of the total financial commitments including the new loan repayment. The desired minimum NSR is 1.00 times.
OWNER OCCUPIED	Purpose of loan is predominately for the purchase or refinance of owner occupied property (greater than 50%). Regulated.
P & I	Principal and Interest Repayments. Variable Interest Rate.
PORTIONS	Loans may be split into multiple portions. Each portion may have a different interest rate, purpose or repayment option. The maximum number of portions, in a standard loan, is 8, inclusive of a LOC portion.
RCTI	Recipient Created Tax Invoice.
SECURITY TYPE	First registered mortgage given by a borrower(s) or guarantor(s) over residential property.
SECURITY VALUE	The security value is confirmed by formal valuation. In the event that the formal valuation amount is different to the contract amount (property purchase) then the lesser amount is used to calculate the LVR.
SPLIT LOANS	Splits are referred to as portions.
NCCP	National Consumer Credit Protection.
VALUATION	A formal, written, valuation report provided by a licensed valuer as determined by Novasure.