

## Alaska Rate and Fee Schedule

Scratch Financial, Inc.

This Rate and Fee Schedule of all Accounts sets forth certain conditions, rates, fees and charges applicable to your accounts at Scratch Financial, Inc as of November 15, 2017. This schedule is incorporated as part of your account agreement with Scratch Financial, Inc.

### General Service Fees:

AS 06.20.250. Payments and Interest.

(a) Interest may not be paid, deducted, or received in advance. Except for open-end loans made under AS 06.20.285 , interest shall be computed and paid only on unpaid principal balances and may not be compounded; however, if part or all of the consideration for a loan contract is the unpaid principal balance of a prior loan, the principal amount payable under the loan contract may include any unpaid charges on the prior loan that have accrued within 60 days before the making of the loan contract. The maximum interest permitted on loans made under this chapter shall be computed on the basis of the number of days actually elapsed. For the purpose of these computations a month is any period of 30 consecutive days.

(b) A licensee may compute interest for a loan as provided in this chapter on an interest-bearing or actuarial basis either at the rates stated in AS 06.20.230 or at the single annual percentage rate that would earn the same finance charge as the rates stated in AS 06.20.230 when the debt is paid according to the agreed terms and the calculations made according to the actuarial method.

(c) Except for open-end loans under AS 06.20.285 , Scratch Financial, Inc. enters into a contract for a loan from \$200 up to \$10,000 that provides for a scheduled repayment of principal over more than the maximum terms set out not to exceed 24 months the respective size of loans.

(d) Loan contracts: provide for substantially equal payments, and the payments must be due at least once a month, with the first payment beginning not later than 30 days from the date the loan is made.

(e) If the irregular payment is confirmed in writing by the borrower, and the method of repayment is consistent with the maximum term and annual interest rate provided in chapter 06.20.250, and if a borrower demonstrates sufficient seasonal or extraordinary income to support repayment of a loan, the loan contract may provide for irregular payments and first payment extensions greater than 45 days from the date the loan is made.

(f) Late Payment Fee: not more than 10 percent of the payment that is due or \$25, whichever is less;

(g) Dishonored Check Fee: A fee for dishonored checks not to exceed \$25 for each dishonored check;

(h) Attorney Fees: reasonable attorney fees, actual expenses, and costs incurred in connection with the collection of a delinquent debt if the collection is referred to an

attorney who is not a salaried employee of the licensee and the balance then owing on the debt exceeds \$5,000;

(i) Charges: A licensee may collect the charges permitted under 06.20.260(a) of this section at the time when the loan is made or at any time thereafter. If any interest, consideration, or charges in excess of those permitted by AS 06.20.230 are charged, contracted for, or received, except as the result of an accidental and bona fide error in computation, the contract of loan is modified as follows: all interest, consideration, or charges involved are voided and a like amount credited to the debtor on the principal of the loan. If the unpaid principal is less than the total of the interest, consideration, and charges, the difference shall be refunded by the lender to the borrower.

Scratch Financial, Inc. may lend any sum of money not exceeding \$10,000 and may charge, contract for, and receive on the loan interest at a rate not exceeding three percent a month on that part of the unpaid principal balance of a loan not in excess of \$850; two percent a month on the unpaid principal balance exceeding \$850 but not exceeding \$10,000; and at a rate agreed by contract on the remainder of any unpaid principal balance exceeding \$10,000 but not exceeding \$25,000.

Interest on loans under (b) of section 06.20.230 shall be computed according to the actuarial method on the entire unpaid principal balance as determined under AS 06.20.285 (b).

Transaction Fees:

\*\*Online Statements: no charge

\*\*Pay by phone Fee: no charge

\*\*Mailed Statements: \$5.00/per item

\*\*Pay by direct: no charge

\*\*Wire Payment: not available

\*\*Payment by Check: no charge

Scratch Financial, Inc. does not charge any prepayment penalties.

Scratch Financial, Inc. does not charge any deferred or hidden interest fees.