

ASCCS/CEO/CIRCULARS

Our Ref:

26TH JULY 2024

Your Ref:

Date:

The Branch Chairman/Chairlady
Apstar DT Sacco Society Ltd

P. O. Box

Dear Sir/Madam,

RE: DIVIDEND ADVANCE PRODUCT

This is to inform you that **advance against the expected interest on deposits** for the **financial year 2024** will be rolled out from **Thursday, 1st August 2024**. The dividend advance shall be accessed by members subject to the following terms and conditions: -

1. The dividend advance will be accessed as a loan product and will be on an optional basis.
2. The amount accessible will be limited to a percentage (%) that will progressively not exceed 60% of what a member earned during year ended 31st December 2023 as tabulated below: -

Period (Quarter)	Accessible Dividend Advance (Kshs)	One-off Upfront Interest
1 st August to 30 th September 2024	Access upto 30% of year 2023 earnings	12.5%
1 st October to 31 st December 2024	Access additional 10%. (cumulatively not exceeding 40% of the year 2023 earnings)	10.0%
1 st January 2025 to ADM date	Access additional 20% (cumulatively not exceeding 60% of the year 2023 earnings)	7.5%

3. The interest rate will apply only to the amount accessed during the respective period (Quarter)
4. Members with defaulted loans/advances are not eligible for the advance until they regularize the accounts. This includes loan accounts where the employer has defaulted on remitting members' deductions.
5. The current deposit balance of a member MUST be equal to or greater than the year 2023 closing balance that was used for the computation of interests on deposits then.
6. Member's account must be fully compliant with the Society's deposit multiplier requirements in relation to their current loan balances.
7. The advance will be accessed strictly via **USSD *882#** or **Apstar Kash App**. No loan application forms.

The Board of Directors hereby commits itself to continuous reviews and improvements of the Society's products and services in light of changing market dynamics in endeavor to enhance members' satisfaction.

Please bring the content of this memo to the attention of our members in your branch.

Yours faithfully,



CPA, R. O. NYAANGA
CHIEF EXECUTIVE OFFICER

Cc: National Chairman
Chairman Supervisory Committee