

SCHEDULE 2

TERMS OF LOANS

PART II

17. If the lender has accepted an application for deferment before 1st March 1998 the borrower may defer making repayments until the end of the 12 month period the lender has told the borrower.

18. If the lender determines an application for deferment before 1st September 1998 “deferment level” shall be £1,374.