In the system of JSCB «ASIA ALLIANCE BANK», the modification of initially accepted collateral for loans and equivalent operations to other security, as well as the release of pledged property from a pledge, are carried out in the following manner:

Replacement of Initially Accepted Collateral

The review of client applications for the replacement of initially accepted collateral with other security and the release of pledged property from a pledge is conducted through the servicing Operations Department / Regional office of banking services.
The replacement of the initially accepted collateral (type) for projects is carried out upon the fulfillment of the following conditions:
- The borrower and its affiliated enterprises have no overdue debt in the bank's system;
- No Card Index No. 2 exists for the borrower as of the date of application review.
- No bankruptcy proceedings are underway for the pledgors/third-party guarantors;
- At least 40 percent of the initial amount of the loan/credit obligations has been repaid;
- The total number of days of overdue debt on the borrower's loans within the JSCB «ASIA ALLIANCE BANK» system has not exceeded 60 days over the last 6 months;
- The loan terms have not been previously reviewed (renegotiated), in particular, the repayment period for the loan (principal and interest) has not been extended;
- No court case has been initiated by the Bank against the borrower.

Release of Pledged Property from the Pledge

The existing collateral for projects may be released (freed) from the pledge upon the fulfillment of all of the following conditions:
- The borrower and its affiliated enterprises have no overdue debt.
- No Card Index No. 2 exists for the borrower as of the date of application review.
- No bankruptcy proceedings are underway for the pledgors/third-party guarantors.
- No court case has been initiated by the Bank against the borrower.

A commission, as established in the bank's tariffs, is charged to the borrower for conducting these operations.