



## Article 2.03 – Loans and Financial Services to Non-Members

- a) Any cooperative may offer the following products and services to persons who are **not members**:
- 1) Personal loans up to the maximum amount and under the terms and conditions permitted in accordance with Law 106 of June 28, 1965, as amended, known as the "Small Personal Loan Companies Act"; and
  - 2) All financial services available to members as provided in Article 2.02 of this Law, provided that any loans offered do not exceed the amount of liquid assets that the debtor holds in the cooperative or that fully (100%) secure the loan. For the purposes of this Article, the following shall be considered liquid assets, provided they are subject to a properly constituted and perfected lien in favor of the cooperative:
    - i. Member shares that are not pledged for loans granted by the cooperative
    - ii. Deposit accounts or transferable securities held at financial institutions authorized to operate in Puerto Rico; and
    - iii. Unearned premiums on insurance policies issued by insurers authorized to operate in Puerto Rico, where such premiums guarantee the outstanding balance of the loan.

The Cooperative shall maintain a separate and updated record of depositors and non-member individuals who receive services from the **Cooperativa de Ahorro y Crédito Rafael Carrión Jr.**