

Secured Loan

Secured loans are typically large loans normally in excess of £5,000. They are referred to as 'secured' as the lender will want to secure this against something that you own. In most cases, this is your home.

Qualifying Criteria (for a loan secured against a property)

- Must be a homeowner.
- Have sufficient releasable equity in the house.
- Must have enough disposable income to meet the monthly repayments.
- Be up to date with mortgage payments.

Advantages

- Debts consolidated to one monthly payment.
- Individuals with some adverse credit can still apply.
- Longer terms of repayment to spread the costs.
- Relatively low interest rates.

Disadvantages/Risks

- Variable rates.
- A risk of losing your house if you fail to maintain payments.
- Temptation to re-use credit facilities and get yourself further into debt.
- This will reduce the amount of equity you have in your property.
- This will increase your time to debt freedom.

Secured Loans are available to homeowners who are residents of England, Scotland, Wales and Northern Ireland. Fees charged will vary depending on your chosen provider.

If you have any questions relating to the above solution or you would like any further information please call us on 0151 252 0111.