

Interest Only – Repayment vehicle customer declaration

Where any part of the mortgage is on an interest only basis, all applicants must read and understand the declaration below.

Applicant name (1)

Applicant name (2)

Application number

IMPORTANT INFORMATION for applicant(s) - by completing the below, you **DECLARE AND CONFIRM** that you understand that:

- **Borrowing on an interest only basis means you are responsible for repaying the money you borrow at the end of the mortgage term, unless it is paid prior to then.**
- **An interest-only mortgage means your mortgage balance will not reduce during the term of your mortgage. Your monthly payment will only cover the interest that has to be paid on your mortgage and the amount you borrow (the capital) remains outstanding.**

I/we understand the above implications and considerations of taking an interest-only mortgage and the risks to repaying the capital at the end of the mortgage term.

Note for applicant(s) – It’s important you fully understand the above points. If you don’t understand any of these, or their implications, please discuss these with your Mortgage Advisor.

Please complete the below to provide details of how you intend repaying the mortgage balance at the end of the term.

Endowment (Name of provider(s))

Value at maturity

Saving (Name of provider(s))

Balance at time of taking the mortgage

Investment plans (Name of provider(s)/type)

Cash value

Share Portfolio (Name of provider(s))

Cash Value

Pension (Name of provider(s))

Tax free lump sum or 25 % of fund value

Sale of second (UK) property (Address details)

Equity in the property

Current value

Mortgage outstanding, if any

Date

AS A LAST RESORT, YOUR HOME MAY BE REPOSSESSED IF YOU DO NOT KEEP UP WITH PAYMENTS