

INTEREST ONLY MORTGAGE DECLARATION

Where you have requested any part of your mortgage to be on an Interest Only basis and your plans are to use the sale proceeds of your mortgaged property to repay the loan balance please fill out this form



Head Office, PO Box 232, 51 Newmarket Road, Cambridge CB5 8FF

PLEASE USE BLOCK CAPITALS

SECTION ONE: YOUR MORTGAGE

1. When you reach the end of your mortgage term do you intend to:

- Purchase a new residential property
- Move into rented/serviced accommodation
- Move into another property you own
- Live with relatives

2. Do you believe the equity in your property is currently enough to fund your future plan: Yes No

If 'No' please describe the other funds you intend to use:

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SECTION TWO: IMPORTANT INFORMATION

- An Interest Only mortgage means your mortgage balance will not reduce
- Your monthly payment will only cover the interest that has to be paid
- The amount you borrow will remain outstanding unless you make capital reductions
- As your plans are to use the equity to repay the loan please consider that the value of your home can go down as well as up
- If your property is leasehold, its value could also fall as the term remaining on your lease reduces
- If the value of your home falls, there's a risk that you may not receive enough money from its sale to repay your outstanding mortgage balance in full
- You will be responsible for repaying the outstanding mortgage balance at the end of the term
- In the event that you do not have other sources to repay your mortgage balance you will sell your mortgaged property to repay the outstanding balance

If you don't understand any point please talk to your Mortgage Adviser/Intermediary.

SECTION THREE: DISCLAIMER

I/we understand and agree to the above information and are happy to proceed on an Interest Only basis.

Applicant one	Applicant two
Customer name (print):	Customer name (print):
Signature:	Signature:
Date:	Date: