

Interest Only Acceptable Repayment Vehicles

Applicant must provide written confirmation of their repayment strategy

Sale of Property	<ul style="list-style-type: none"> If downsizing, minimum of £250,000 equity in property required– subject to Saffron’s due diligence around the proposal e.g. locality
Sale of Other Property: If encumbered (UK Property ONLY)	<ul style="list-style-type: none"> 30% haircut applied to value of property Following 30% haircut, deduct loan outstanding mortgage (IO or C&I) from value to assess equity available
Investment Vehicle:	In all cases, the latest annual statement will be required showing balance or projected value (statement must be < 12 months old)
<ul style="list-style-type: none"> Pension investment portfolio 	<ul style="list-style-type: none"> 25% of projected mid-point value of the portfolio
<ul style="list-style-type: none"> Endowment policy 	<ul style="list-style-type: none"> Mid-point projection at maturity ensuring it is enough to cover repayment due at end of mortgage term
<ul style="list-style-type: none"> ISA 	<ul style="list-style-type: none"> Mid-point projection on value at end of mortgage term based on regular savings
<ul style="list-style-type: none"> Investment portfolio (equity-based investments – unit trusts, shares, OEIC’s) 	<ul style="list-style-type: none"> 50% of current cash value – no growth projections dependent on riskiness of investment portfolio

