



Pathway to Information

Subprime Loans

When we're discussing subprime loans, we're talking about loans for people with issues regarding one or more of the following: credit, available funds, income or purchasing a unique property.

For these, the loan-to-value is determined by your credit score, income qualification and documented and available funds.

Pros

- Allows purchase of home for people with issues regarding one of the four previously-mentioned factors
- Develops credit-worthiness and asset growth by virtue of home ownership

Cons

- Generally higher rates and/or points

Qualifications

- Minimum medium credit score ranging from 500 to 700
- Employment history ranging from currently unemployed to full income verification
- Available funds ranging from \$0 to full documentation
- Collections and judgments can remain open
- May not need to be a US citizen

For more information on this product and others, call a mortgage expert at Flaherty Funding.