

# How Much Can I Borrow Mortgage | Welcome

## How Much Can I Borrow On A Mortgage?

How much can I borrow on a mortgage? The answer to this question is simple and follows a set route. The mortgage industry is seeing a rebound after years of slump and people now have greater chances of receiving significant loans from banks and financial institutions. There are new mortgage limits being set and there is increased scrutiny by financial services companies. Despite these odds, banks and financial institutions are still offering a number of mortgage deals that you could use.

How much can I borrow on a mortgage? It depends mostly on your credit score. You can thus take two separate routes based on the health of your credit rating. If you have a positive credit score then it will of course be easier to receive a green signal. If you have bad credit score then you can still sort out the problem to proceed with your mortgage application.

### Good credit score

How much can I borrow on a mortgage if I have a good credit score? People with good credit score can easily

borrow up to three times of the total worth of their assets. In some cases, this amount can be five times the total worth. There is a common perception that 700 is a good credit score but this is not true for many financial institutions. Healthy credit scores start from 650 and there are some banks that will review your application positively if you have a credit score of 630. On an average scale, anything above 620 will be considered eligible for healthy credit score. If you have a score better than this threshold then there will be fewer problems in finalizing a mortgage deal.

It is still important to enter into detailed negotiations with the bank if they are offering you a medium range mortgage. A medium range mortgage is one that is almost double of the total net worth and is not considered positive as per industry standards. You can easily borrow up to 2.5 times of your total net worth based on a good score.

### Bad credit score

How much can I borrow on a mortgage if I have a bad credit score? If your credit score is below 600 then it will be considered a bad rating. You can still enhance your chances of signing a mortgage deal by present a strong case. Your financial history will play a key role in this

regard. If you have been free of defaults and other snags then a bank will find it easier to process your application. A bank evaluator will also examine the history of credit score. If you had a credit score of 500 last year but you are hovering around 590 this time then he or she will see it in positive light. People with bad credit scores are generally allowed to borrow twice their total net worth.

How much can I borrow on a mortgage? Depending on your credit score, you will be able to borrow at least twice of your total net worth and as much as five times of your assets' value.



## Heathly Credit Scores

If you have a health credit score it can make your life a whole lots easier. We enter into new credit agreements the entire time even

if it just an instalment plan for your car insurance. What you don't know is that when you buy something that is a buy now pay later deal that you enter into a formal credit agreement with the store you are purchasing from.