

# Home Equity Assessment Option Fact Sheet

## (For Short Term Guarantee)

### A Deposit Guarantee for Property Deposits

<b>SETTLEMENT TERM</b>	<ul style="list-style-type: none"> <li>For property purchases with settlement terms of up to 6 months</li> </ul>
<b>ACCEPTABLE PURPOSES</b>	<ul style="list-style-type: none"> <li>Used for all or part of the property deposit required, up to 10% of the purchase price</li> <li>Auction and Private Treaty/Contract of Sale purchases</li> <li>Purchase established residential property (owner occupied and investment)</li> <li>Purchase vacant land or house &amp; land packages</li> </ul>
<b>SUITABILITY</b>	<ul style="list-style-type: none"> <li>Purchasers who have sold their existing property but funds are not yet available</li> <li>Purchasers with funds tied up in existing property</li> <li>Purchasers with funds tied up in other investments e.g. term deposit, shares</li> <li>Investors</li> </ul>
<b>FEES &amp; CHARGES</b>	<ul style="list-style-type: none"> <li>1.3% of the guarantee amount (the fee is rounded up to the next dollar)</li> <li>Minimum fee \$220</li> <li>Refund: Fee paid less a \$220 administration fee when the original unused guarantee is returned to Deposit Power within 30 days of issue</li> </ul>
<b>DOCUMENT &amp; ASSESSMENT REQUIREMENTS</b>	<ul style="list-style-type: none"> <li>Short term Deposit Power application form, completed, signed by all applicants, witnessed and dated</li> <li>Statement of Financial Position</li> <li>Contract of sale               <ul style="list-style-type: none"> <li>- Required for Private Treaty purchases</li> <li>- Not required for Auctions</li> </ul> </li> <li>Evidence of ownership of residential property – council rates notice or contract of sale</li> <li>Most recent mortgage statement(s)</li> <li>Applicants must own residential property with a minimum of 1 times the deposit amount in equity for guarantees up to \$100,000 and 3 times the deposit amount in equity for guarantees above \$100,000</li> <li>Available for individuals only</li> </ul>