

Furness Building Society

2 Year Discounted Rate 5.49% LTV 80% Fee Free

Full Product Details

Lender



Availability

For self build, custom build, renovations, conversions and home improvements in England, Wales and Scotland.

Benefits

Available to employed, self employed and contract workers for purchase/remortgage.

Interest Rate

5.49% (MVR -0.3% discount for 2 years)
Followed by a Mortgage Variable Rate (MVR) currently 5.79%

Stage Payment Type

Arrears

Early Repayment Fee

2% of the outstanding balance in the first year, reducing to 1% of the outstanding balance during the second year.

Loan to value/loan to costs

Up to 80% of land costs, up to 80% of the build costs subject to a maximum final LTV of 80% (England and Wales only).

Loan size

£50,000 - £500,000 (larger loans may be considered on referral)

Minimum/Maximum Age

21 years for all applicants. Maximum age 70 next birthday at the end of the mortgage term.

Borrowing Calculation

The maximum borrowing is based on affordability taking account of the client's expenditure and regular commitments. If the borrower is staying in their current house during the build, or renting a property, this payment will be treated as a commitment.

Term

Minimum 5 years Maximum 40 years.

Portable

Yes

Repayment Type

Repayment (capital and interest), interest only or a combination of both with a suitable repayment vehicle. Interest only during the build is available up to a maximum of 2 years.

Furness Building Society Valuation Scale

Valuation fee (based on the estimated final value of the property when completed)

Purchase Price/Estimated final value not exceeding

(Inclusive of VAT and £150 admin fee)

£50,000	£195
£100,000	£220
£150,000	£245
£200,000	£270
£300,000	£305
£400,000	£355
£500,000	£410
£600,000	£500
£700,000	£560
£800,000	£620
£900,000	£680
£1,000,000	£740
£1,200,000	£860
£1,400,000	£985
£1,600,000	£1,110
£1,800,000	£1,230
£2,000,000	£1,350

Re-inspection/stage inspection charge £62.

Other Fees

	<p>Buildloan packagers fee: £695 (£95 payable on receipt of Agreement in Principle and £600 on offer of Loan)</p> <p>Additional Security Fee (on completion) £1500 (estimate)</p> <p>Funds Transfer Fee - £20 (on completion)</p>
Project Requirements	
Proof of Identification	<ul style="list-style-type: none"> • Full signed Passport. Passport must be in date and show full legal name • UK photo card driving licence/full. Drivers Licence must show full name and current home address • Disabled person card with photo and reference , not more than 10 years old • Shotgun Licence/Firearms certificate • Latest Tax Notice of Coding or document with NI number (no more than 1 year old) <p>Please note, we require the original or original certified documents. We will return these same day recorded delivery</p>
Proof of Address	<ul style="list-style-type: none"> • Credit Card Statement • Latest Bank statement or Mortgage Statements • Latest Council Tax Bill • Utility Bill • UK photo card driving licence/full (if not been used as Proof of Identification) <p>Statements must be no more than 3 months old at time of sending case to lender. Must also show name and current address</p>
Bank Statements	<ul style="list-style-type: none"> • Must be the latest 3 months • Must show salary credits • Must show name and address <p>• If you use on-line banking it must show, name and account number. These need to be printed off and posted to us</p> <p>Please note, we require the original or original certified documents. We will return these same day recorded delivery</p>
Income	<p>P.A.Y.E.</p> <ul style="list-style-type: none"> • Latest 3 months payslips for weekly or monthly • Latest years P60 <p>Self Employed</p> <ul style="list-style-type: none"> • Latest 2 years full and final accounts signed off by a suitably qualified accountant or • latest 2 years Tax Calculations with corresponding Tax Year Overviews <p>Please note, we require the original or original certified documents. We will return these same day recorded delivery</p>
Other Mortgages	<p>Buy to Let Property</p> <p>In order for the lender not to take a Buy to Let property as a deductions, they require confirmation that the property is self-sufficient by showing a rental income of 125%</p> <p>They require</p> <ul style="list-style-type: none"> • Copy of AST (Assured Shorthold Tenancy Agreement) <p>Letting out current residential</p> <ul style="list-style-type: none"> • Consent to Let from current lender • Copies of Tenancy agreements of letter from ARLA letting agent confirming likely rental income <p>Rental income of 125%</p>
Plans	<p>Plans should be to scale or have the room sizes clearly marked on them to allow the valuer to give an estimated final value. Where available, elevation of the proposed property should also be submitted along with copy of Site Plans</p>
Planning Permission	<p>Outline Planning Permission is required to purchase the plot/property. This should have at least twelve months remaining.</p> <p>Detailed Planning Permission is required before any further funds can be released towards your build. If you are planning a renovation and planning permission is not required, the lender will require a letter from the local authority confirming this.</p>

Build Costs

We will require detailed project costings which will need to be completed on our project costings form. On receipt of the project costings, plans and planning permission, we will refer the details to our Building Support Team to prepare an Eval. This is to sign off your costs to ensure that all factors and costs of the build have been taken into account, making sure no costs of the build has been overlooked. The costs will then be presented in a format acceptable to the lender

At this stage we will also produce a 'Cashflow' which details the release of funds at each stage during the build. A minimum of 5% of the loan agreed will be retained by the lender until final completion of the project

Site Insurance

As a condition of your mortgage you are required to have site insurance in place before any funding can be released. The policy should provide:

- £5 million Public Liability
- £10 million Employers Liability
- Contract Works (for the re-instatement value)
- Cover for any existing structure

Stage Release Certification

Furness Building Society need to be noted on the policy as mortgagee.

Certification will be required at each stage of your project and can be provided by a Structural Warranty inspector e.g. Self Build Zone or by a suitably qualified consultant e.g. Architect

The approved inspector/company must also carry the appropriate Professional Indemnity cover of £1m per claim with a minimum aggregate limit of £15m pa. They should also have cover against personal injury of an aggregate limit of £5m per claim.

The lender will require a copy of the professional's indemnity cover.

Your professional consultant must remain liable for a period of 6 years for the work once signed off

If you decide against using a structural warranty provider and use an Consultant certification, the lender also requires Technical Audits at each building stage to support the Architects sign off. These must be carried out by a member of the CIC (arranged via BuildStore) at a cost of £200 + VAT per stage. Please note, if the property is in Scotland the fee may increase to £350 plus VAT depending on location.

Solicitor

A solicitor will be required in all instances (including if the client already owns the land/property) to carry out searches and submit the Certificate of Title.

Only firms of solicitor on Furness Building Society Panel of Conveyancers are acceptable. If a solicitor is not on the panel, Furness Building Society may consider appointing the firm to their panel. Sole practitioners are not acceptable.

www.buildloan.co.uk

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