mortgagelight

Help to Buy

Is Your Interest Free Clock Running Out?

⏰ The Situation

Help to Buy equity loans were **interest-free for the first five years.**

For many who purchased between 2018–2020, that **grace period is now ending**, or about to.

💸 What changes?

After 5 years, **interest starts at 1.75%** on the government's share. It rises each April with inflation (RPI + 1%).

For example, on a property bought for £200,000 with a 20% equity loan (£40,000), **the interest in year 6 would be £58.33** per month.

More than **104,000 loans** will begin accruing interest between 2025-2029!

*Is this **you?***

👇 What to do next

With interest charges kicking in, it's worth getting ahead of the curve. Some will look to **remortgage and release the funds to repay**, while others may **explore other options for repaying** the equity loan in part or full.

Speaking to a broker early helps avoid delays, explains the pros and cons of each option, and **ensures everything's in place before costs start to rise**.

Speak to our Dedicated Remo Team!

60+ years of combined experience!

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