

# Snapshot of NEW Credit Policy for CORPORATE Applicants

- Corporate Applicants can now use Deposit Bonds when buying Commercial or Non Standard Residential Property
- Applicants can be Trusts, Companies (Trading or not), Partnerships, Individuals with an ABN or Superannuation Funds
- Deposit bonds for Corporate Applicants buying Commercial or Non-Standard Residential property can be issued for terms < 24 months for applications made Without Finance.
- Deposit Bonds for Corporate Applicants buying Residential Property can be issued for terms < 48months for applications made Without Finance.
- Standard 6 month term applies for all applications submitted With Finance.
- Unlimited Deposit Bond value subject to mandatory test of Applicant's ability to settle assessed as at date of application
- Purpose of acquisition can be for Owner Occupation or Investment
- Freehold, Strata, Leasehold, Community or Company Titled Properties
- Property can be Existing; for Development, Refurbishment or Subdivision
- Acceptable Properties have now been extended to include:-
  - Vacant Landholdings zoned for Residential, Commercial, Industrial or Retail usage;
  - Standard and Non-standard Commercial, Industrial, Retail and Residential properties;
  - Standard Rural Residential
- Applicable when buying Commercial or Non Standard Residential Property only:-
  - Net Minimum Equity requirement of at least 50% value in real property may be waived (if proven by written statement) an asset has been sold within the preceding 12 months specifically to provide settlement monies for the proposed purchase.
  - Gearing Level applicable to standard Commercial Finance have been adopted
  - Minimum Equity Cover - Corporate Applicants' Tangible Net Worth as calculated using the applicable criteria must exceed the proposed value of the deposit bond by a flat 2 times.
  - Interest Cover is 1.25 x Investment; 1.5 x Owner Occupation & 1.75 for Non-Standard Property Types.

**For more information contact DBA on 1800 BOND 88**

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