

Loans

Failure to make a prompt payment and defaults of a loan, results in a bad credit profile. A person with a bad credit profile is not considered worthy of credit by the lenders. Hence whenever in need of a loan, he is in a fix. Since no bank will lend him cash, the only option he is left with is to borrow money from Sub Prime Bad Credit Lenders, who charge a higher interest when compared to other loans. They offer 2 types of loan:

I. Secured loans

II. Unsecured loans

Some kind of security is required to obtain a secured loan like house, a car, shares, gold etc. They are more favorable to the borrower as they have competitive rate.

To obtain an unsecured loan one needs to prove that he has a stable monthly income. In most cases lenders may demand for a guarantor, with a high credit score.

These types of loans demand a lot of paperwork and some difficult questions may need to be answered to get the loan approved.

Among prime lenders, there is intense competition. It is advisable to go to several lenders to find the best deals.