



Article published on May 19th 2012 | [Finance](#)

Almost everyone comes across crucial financial problems at some point of their life. The personal loans act as a Godsend gift at bang of emergency. But, what if one has the misfortune of having a bad credit history, would such loan not be available to them? No absolutely wrong, now people having bad credit score like CCJs, IVAs, arrears or defaults can also acquire special kind of loans known as bad credit loans. The introduction of bad credit loans overcomes this problem and comes as a blessing ignoring all the blemishes on the score card. Such loans have made their market in past few years. For instance, if the credit rating of the borrower is horrible or he has filed for bankruptcy, the relative chances for getting the loan are limited.

In bad credit personal loan, borrower's credit rating is not a deciding element as facts like regular income, stable job history, good equity and credit counseling are required before sanctioning of loan.

Loans for bad credit can be availed by both tenants and homeowners. These loans come in secured and unsecured option. For homeowners, the loan is easy to avail against possession of valuable property like home, car, land, real estate, etc. Depending upon the value of collateral amount is decided. Usually, under secured option, borrowers can avail loan ranging from £5000 to £75000 and interest rate offered is relatively low as the lender incurs lesser risk for his amount. The homeowners enjoy flexible repayment option of 5 to 25 years.

For tenants or non-homeowners option of unsecured bad credit loan is available. The borrower can get loan of £3000 to £25000 without pledging any security. The repayment conditions under this option allow borrowers to repay loan in 1 to 10 years. The rate of interest for unsecured option is slightly higher than other categories. But, with appropriate research, the borrower can check-in for feasible rate of interest.

Without any interference of lender, the borrowers can use the amount in meeting their varied small and long term needs. They can use the amount in improving their conditions which is possible by paying the required loan installment on time.

The bad credit loan is customer friendly for UK citizens as no credit verification is done through the process. Less documentation is required for rendering the services from online mode. Online mode has turned the procedure faster and quicker without any hassles.

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Article Keywords:

fair credit loans, fair credit rating loans, bad credit loans