

## No Collateral Loans

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Widespread lending in the finance market requires the borrower to secure the loan with a pledge of a titled property, a document or deed, a dwelling structure or any high priced or equally priced valuable. This lending process holds back several non home owners who are tenants or students including paying guests etcetera from availing and using the secured loans at times of their utmost financial needs. Unsecured loans are exclusively attractive to such people who are in need for money.

The authority over the fund borrowed is absolutely with the borrower. There are no specific restrictions about how this money should be used. One can channel it to debt consolidation, home restructuring, purchasing a used or new vehicle, a vacation bill, or any personal or professional use that is legitimate.

Since unsecured loans have the risk feature of no collateral the risk of lending is compensated by the moderately higher interest charge. These loans are facilitated for no credit and bad credit persons too! However, the interest levied on good credit score holders is unquestionably less along with a few other profits.

The eligibility criterion varies between lenders. Since there does not arise the need for property value estimation as against secured loans the process is comparatively quicker. The lender offers to take this risk in situations where the applicant has a good gainful employment giving him returns enough to repay the amount in small installments.

If you are one who has US bank account, and are above 18 years of age with a salaried employment that gets you regular payments to your account with a verifiable address proof you can avail unsecured loans very easily. The repayment structure can be designed after a mutual discussion between the lender and the borrower that can extend from 6 months to as high as 5 years.

The more extended the EMI over larger periods or months the more is the extra money you pay. So, keep the repayment pattern much within a short period and above all the EMI should be readily repayable by you. Despite all the high interest rate issues unsecured loans are still considered favorites because of the lack of risk of repossession in these loans; however, these loans may show up bad results if you fail to repay the same in time.

So, never sly away with the comfort of unsecured loans. The sooner you use your money plan out strict repayment measures.