

REVISED LENDING CRITERIA, PRODUCT CHANGES AND SUBMISSION REQUIREMENTS

November 2020

At Paragon, we want to support our intermediaries and customers by continuing to accept new business and processing applications already received. In order to do that, we have reviewed some of our requirements and changed our product range slightly, so that we can concentrate on our core business. We've outlined these temporary revisions together in one document so that you can see at a glance what has changed.

Products

We're not currently accepting new applications on the following product ranges:

- Short term finance
- Holiday let

Criteria

The maximum loan to value is now 75%.

Valuations

Our physical property inspections have now fully resumed.

If a property is in an area under a localised lockdown, we will still aim to carry out a physical inspection. If this isn't possible immediately, we will hold the application until our surveyor can visit the property.

If you are aware of any reason a physical inspection cannot be carried out, please provide us with this information when making the application.

Submission requirements

In addition to the usual list of requirements outlined in our lending guidelines, we will require:

- Net worth statements for all applicants
- Last three months' rental bank statements to confirm all rental income and investment mortgage payments
- A detailed business plan that outlines the following:
 - The split of tenant type across the portfolio (where applicable)
 - The applicant's COVID-19 strategy for the next three to six months
 - Any contingency in place to cope with rental income disruption

All other criteria remains unchanged and can be found in our lending guidelines in the documents section of our website. If you have any questions about these changes, please contact either your regional manager or our customer relationship team.

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