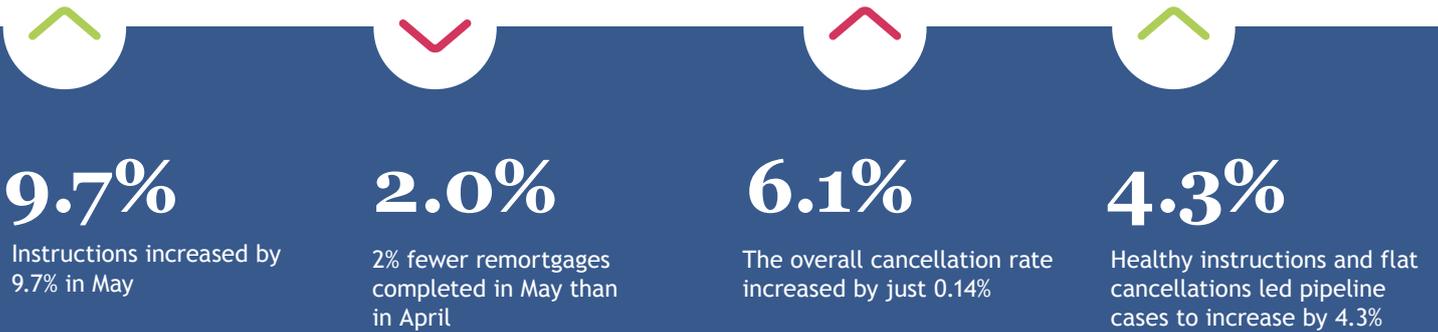


Monthly Remortgage Snapshot



Key performance metrics



Fast facts



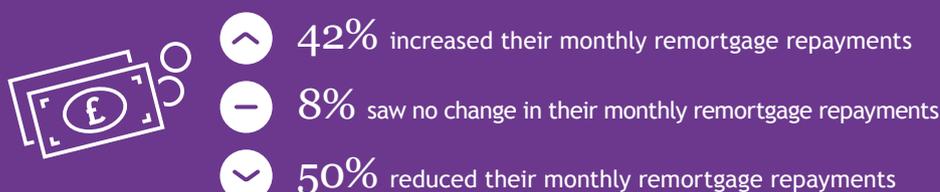
Remortgage loan sizes

Change in loan size reported by borrowers



Monthly loan repayments

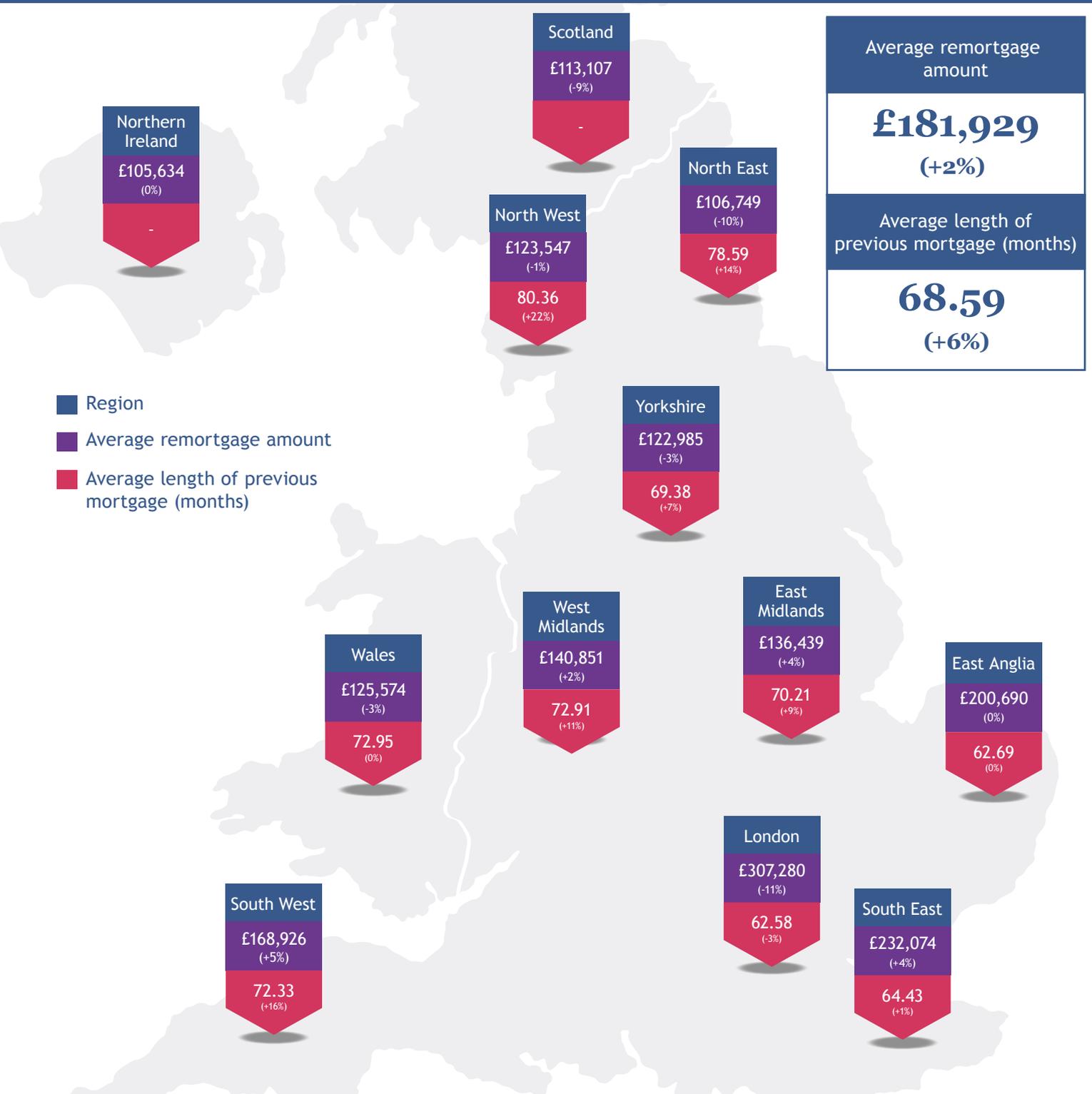
Change in monthly loan repayments reported by borrowers



Regional trends

The average remortgage loan amount in London and the South East was £269,677, while the average for the rest of the UK stood at £134,450. Putting remortgage loan amounts 101% higher in London and the South East than the rest of England and Wales.

The longest previous mortgage length was found in the North West at 80.36 months (6.7 years) and the shortest was in the London at 62.58 months (5.2 years), putting the longest previous mortgage term 28% longer than the shortest.





Nick Chadbourne, CEO, LMS

“May was a great month for borrowers, with sub-1% rates driving instructions”, says LMS

“May was a busy month for remortgaging, with instructions rising by nearly 10%. This came as lenders introduced mortgage repayment rates under 1%, making it an ideal time to remortgage for those looking to save through switching. We expect this activity to continue through Q3 with more borrowers taking advantage of the low rates and reduce their monthly payments.

“Research by Moneyfacts shows that five-year fixed rates are the cheapest in

14 years, and we’re pleased to see more than half of remortgagers benefiting from this.

“However, while some borrowers lock in historically low rates, others are finding it more difficult to secure the most attractive products on offer, particularly homeowners who have had changes to their circumstances since they took out a mortgage pre-pandemic.”

Interest rate rise expectations

41%

Within the next year

41%

More than a year away

18%

No change

Product purchasing



5-year fixed



2-year fixed



10-year fixed



Tracker

Fixed-rate purchase motivations



Security over monthly payments



Broker recommendation



worried about the economy and wanted to lock in a fixed rate

Primary goal when remortgaging



To lower monthly payments



To release equity in property



to lock in a good deal now

Methodology

LMS’ UK remortgage lending estimates are forecasts based on LMS’ up to date internal conveyancing data and remortgage lending figures provided by UK Finance. Together these two datasets cover many thousands of remortgage completion transactions. LMS (Legal Marketing Services) is one of the UK’s largest providers of outsourced property services, including conveyancing, remortgage and IT services. The LMS system is based on the company’s unique STARS (Servicer Tracking & Reporting System) technology which manages transactions electronically on-line to ensure speed, cost efficiency and quality of service.