

Monthly Remortgage Snapshot

June 2024

Key performance metrics*



14%

Instructions decreased by 14% in June



32%

32% less remortgages were completed in June



9%

The overall cancellation rate decreased by 9%



4%

Pipeline cases decreased by 4% month on month

Fast facts

£364.09

average monthly payment increase for those who remortgaged in June.

47%

of borrowers increased their loan size in June.

45%

of those who remortgaged took out a 2-year fixed rate product, the most popular product last month.

26%

said their main aim when remortgaging was to lower their monthly payments, making it the most popular response.

Remortgage loan sizes

Change in loan size reported by borrowers

47% increased their total loan size

33% saw no change in their total loan size

21% reduced their total loan size



Average loan increase post remortgage: £20,545



Average loan decrease post remortgage: £14,124

Monthly loan repayments

Change in monthly loan repayments reported by borrowers

67% increased their monthly remortgage repayments

9% saw no change in their monthly remortgage repayments

24% reduced their monthly remortgage repayments



Average monthly repayment increase: £364.09



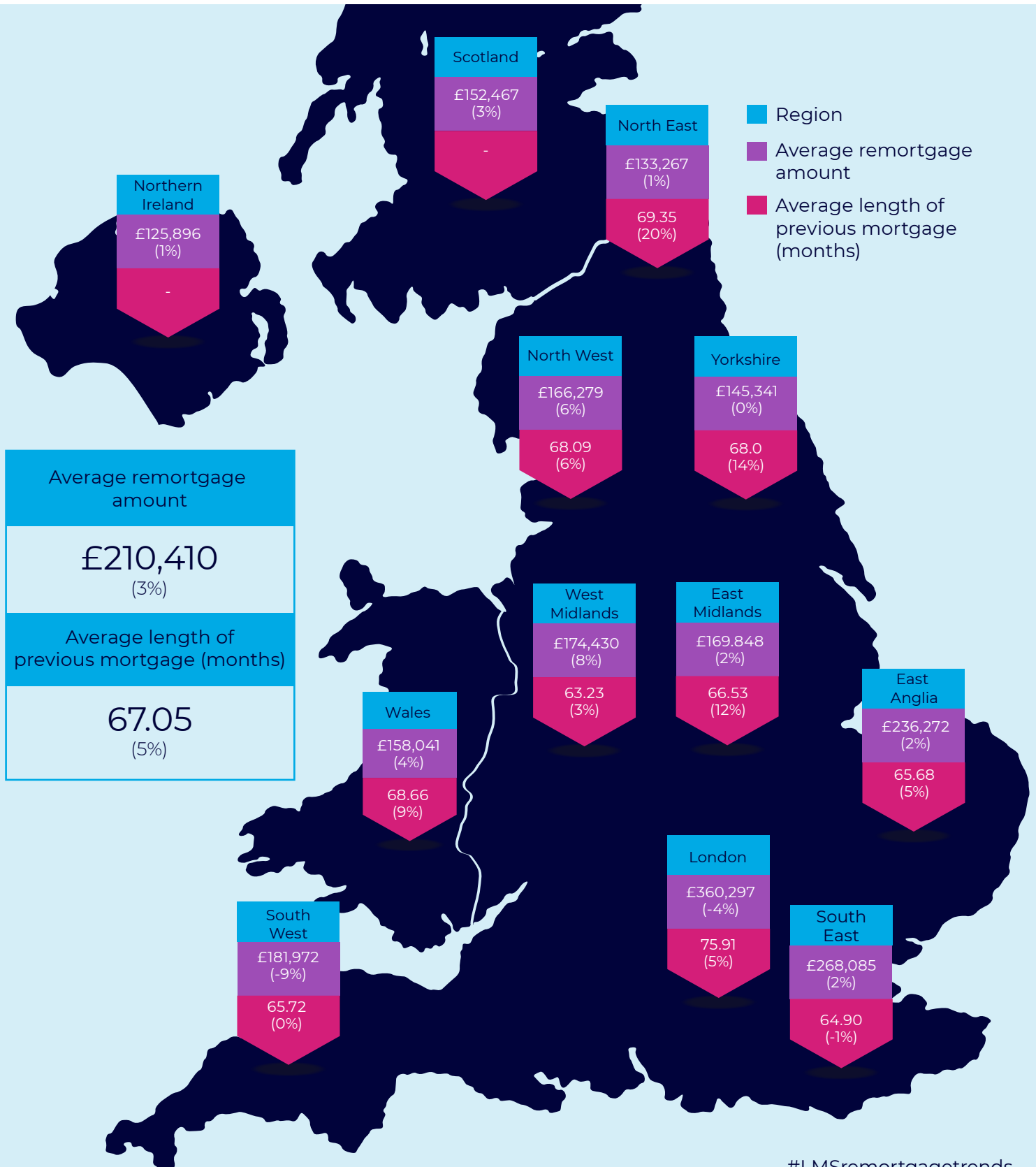
Average monthly repayment decrease: £305.71

*Figures based on comparison with previous months data.

Regional trends

The average remortgage loan amount in London was £360,297, while the average for the rest of the UK stood at £173,842 making remortgage loan amounts 107% higher in London than in the rest of the country.

The longest previous mortgage length was found in London at 75.91 months (6.33 years), while the shortest was in the West Midlands at 63.23 months (5.27 years), making the longest previous mortgage term 20% longer than the shortest.



Product transfers continue to win the day, a trend not likely to reverse until schools return.



Nick Chadbourne,
CEO, LMS

“As predicted, we have seen a reduction in remortgage activity and it's a trend we can expect to continue over the coming months. Whilst the scaremongers out there would have you believe borrowers are sitting waiting to see rates drop, the reality is that we are in a quiet phase for product expiries, and product transfers continue to win the day whilst lender margins are tight.

The stability of a new government, an expected rate cut towards the end of the summer, and increasing lender competition will start to reverse this activity trend. However, I don't expect this to happen until the kids are well into the first term of their new school year.”

Borrower expectations for interest rate increases

36%

Within the next year

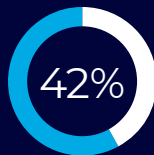
14%

More than a year away

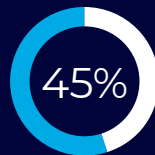
50%

No change

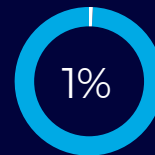
Product purchasing



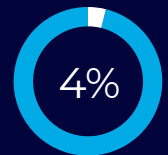
5-year fixed



2-year fixed

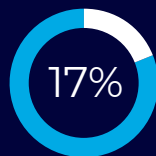


10-year fixed



Tracker

Primary goal when remortgaging



Security over monthly payments/lock in a good deal now

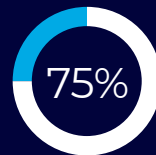


Lower monthly payments



Release equity on property/borrow more money

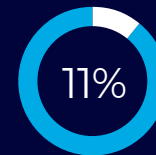
Fixed-rate purchase motivations



I wanted the security of knowing how much I'll be paying each month



I am worried about the economic climate and wanted to lock in a fixed rate.



My broker recommended this

Methodology -

LMS' UK remortgage lending estimates are forecasts based on our up-to-date internal conveyancing data covering thousands of remortgage completion transactions.

Established for over 30 years, LMS is one of the UK's leading providers of conveyancing services. We offer a range of solutions for the entire conveyancing market, enabling a slick, secure, and seamless journey for all parties.