Secured & Unsecured

What securing a loan means, and what it puts at risk.

Money

Secured	Unsecured
Backed by an asset	No asset attached
Mortgage, car finance, secured loan	Credit card, personal loan, overdraft
Lower interest rate	Higher interest rate
The asset can be repossessed	Recovery via court, not repossession
Longer terms available	Shorter terms

THE DIFFERENCE THAT MATTERS

Consolidating unsecured debt into a secured loan lowers the rate and converts a credit problem into a housing risk.

General education, not financial advice. Take advice before securing previously unsecured debt against a home.