

Fact Sheet

Purpose of Funds

- Finance, refinance, purchase (owner occupied principal residence)
- Help seniors who want to remain in their homes
- Cover life expenses (debt, renovations/improvement, travel, help children/grandchildren)
- Pay for in-home care or medical expenses

Plans Available

- CHIP Max is offered in major urban centres in AB, BC, ON and QC
- Lump-sum (single advance of all available funds)
- Subsequent advance (partial initial advance and open for future advances)

Prepayment Privileges

No prepayment charge applies:

- On regular interest payments of a fixed amount by automatic withdrawal
- On a single prepayment up to 10% of the outstanding principal and interest made within 30 days following each anniversary date
- After 5 years, on payments made within 30 days following reset date

Current Rates and Fees

- Please see Rate Sheet for current closing fees and rates and homeequitybank.ca/fees for all other fees

Appraisal

- Required (approximately \$350-\$500 for most properties)

Independent Legal Advice

- Required (approximately \$500 - \$900)[†]

Documentation Requirements

- Valid and adequate home insurance
- Property Tax Statement to be submitted with application
- Two pieces of valid identification
- Power of Attorney and Power of Attorney Identification (if applicable)
- Statements for any secured debt

Maximum LTV

- Up to 55% for a CHIP Max Reverse Mortgage (dependent upon age, location and type of home)

Mortgage Amount

- Minimum \$25,000 for lump-sum initial advance
- Minimum \$5,000 for each subsequent advance

Terms *(see Rate Sheet for rates)*

- 6-month fixed, 1-year fixed, 3-year fixed, 5-year fixed
- 5-year variable rate mortgage

Amortization

- None

Payments

- No regular monthly payment is required

Debt Servicing

- None required (up to 55% LTV for approved CHIP Max amount)

Property Taxes

- Must be up-to-date (can be paid out of the mortgage proceeds)

Credit Score

- Minimum credit score required

Portable

- Not in a traditional sense, but refinancing available with fees waived

[†]Additional legal costs may apply if additional legal work is required (e.g.: title issues). The independent legal advice charge is an estimate only and may vary beyond the specified range depending on individual circumstances.

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