

Are You Considering Refinancing Your Home?

People refinance for many reasons, one of which may be to improve monthly cash flow. Many people are utilizing credit to help maintain their lifestyles.

Is Refinancing Worth It?

There may be a good reason for refinancing today, even if you get almost the same interest rate as you currently have. If a home appraisal shows a marked increase in value from when it was first mortgaged, refinancing could provide a lump sum of money to pay off higher interest debts.

The Analysis Chart

To find out where you are in your finances, make a list of everything you owe per month on all credit accounts, don't include your mortgage, utilities or food. A simple subtraction of what your total monthly payments are from your total net income will tell you how in debt you are.

Now divide your total monthly payments by your monthly net income, this is the percentage of your take home pay that goes to your non-mortgage debt.

account name	monthly payment	total owed	interest paid
Visa	\$249	\$ 8,300	17.9%
MasterCard	\$96	\$ 3,200	19.0%
Auto loan	\$495	\$15,000	8.0%
TOTAL	\$840 (A)	\$18200	

Total Net Pay per Month (take home) _____ (B)

Total monthly debt (A) _____ divided by (B) = _____ %

A number higher than 30% means you may benefit from a mortgage refinance.

Is it Worth it For You?

If you would like to explore whether or not refinancing is worth it for you, contact me today. The following information will be needed;

- Your current mortgage balance & approximate value of your home
- Your current interest rate & monthly payment
- Your current balances & monthly payments for all other debts and credit cards



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