

Guarantors:

Many banks/ non-bank lenders insist on taking the guarantors 'family home' as security for business lending, loans for investment purposes and for development, The guarantor will not have any CCCFA protections – this also applies to family trusts.

As I work in the industry, the sentiment is that consumers are being 'encouraged' by brokers and lenders to create entities (such as companies or trusts) for the purposes of avoiding CCCFA protections.

I submit these protections should be extended to protect guarantors who are 'natural persons' where the main family home is used as security regardless of loan purpose

Mark Hardman