

Frequently asked questions

First Home Buyers Grant

1. How much is the first home buyer's grant?

The current grant is \$7000

2. When do I get paid the grant?

The grant is normally collected by the lender at settlement. Your Loan Market or bank representative can assist you with the completion of the required form.



3. Do I get any other concessions as being a first buyer?

Yes you are granted a concession on your Transfer Duty (commonly referred to as Stamp Duty). In actual fact, you do not pay Stamp Duty up to a purchase price of \$250,000.

4. Do I need a deposit?

In many cases lenders require deposit of funds to complete the property transactions. There are however many products which do not require a deposit and in some cases the First Home Buyers Grant can be also used to form part of your deposit. You should talk further to your Loan Market or bank representative in relation to this matter.

5. What is mortgage insurance?

Generally speaking, when you borrow more than 80% of the purchase price of a property, the lender will charge you mortgage insurance. This insurance protects the lender and offers no protection for you as the borrower.

6. How much will mortgage insurance be?

This will depend on whether you borrow greater than 80%, and is associated to the percentage of the property price that the loan represents.

7. How much will my payments be per month?

Your Loan Market or bank representative can assist you with some indicative quotes in relation to your loan.



8. Can a family member assist me with deposit?

There are a number of lenders who provide products which allow family members to provide security (i.e. offer property for the loan) and/or income support if necessary.

