

How to Sell and Rent Back Your Home in the UK

The housing market has been increasingly volatile over the past several years. Millions of people took advantage of the opportunity to acquire easy credit terms on variable interest rates to buy the homes they wanted. Unfortunately, things often go awry. The economy sours. The fixed term of the mortgage ends. Suddenly, it becomes difficult to make the mortgage payment. As homeowners fall into arrears, they desperately look for options in order to avoid repossession. One alternative is to sell and rent your home back in the UK. For many people, it's a welcome chance to stay in their homes even as they balance themselves on the edge of foreclosure.

When you're mortgaged up To Your Shoulder

When you're managing a large mortgage and the interest rate on that loan turns from fixed to variable, it can place you in a precarious financial situation. As interest rates edge higher, the amount you'll need to pay on your mortgage increases. Plus, it's often easy to create a mountain of consumer debt. Credit cards, loans and other financial obligations can quickly lead to an unmanageable debt load. When that happens, you may have the ability to sell your home to a "sell and rent back" specialist and remain a tenant within your home. This prevents your having to move in the event your home is taken due to repossession.

The Method Explained

The "sell and rent back" option is simple. When you can't afford to pay your mortgage and your home is in danger of being repossessed, you can sell your home to an investor. In return for selling your home, you receive a large influx of cash with which you can pay outstanding bills. Part of the agreement is that you continue to live in the home, paying rent to the new owner. You no longer own the house, but if you were in danger of having it repossessed, you would likely have lost it anyway and have been forced to move out. Through a "sell and rent back," you don't need to move.

Staying In Your Home without Stress

One of the biggest sources of stress for people during a volatile housing market is the potential of losing their home and having to relocate. By selling and renting your home, you can avoid this from happening. Often, the entire process can be done quickly and discreetly. You can escape from an unmanageable mortgage and still live in your home while paying rent to the new owner. For many homeowners, this can be the solution to remaining in their homes and avoiding the stress of an impending repossession.

About the Author

This article was written on behalf of Friendly Homebuyers, [Cash for Property](#) and [Sell my House](#).

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