



Loan Repayment Pause Terms & Conditions

Members may apply for a 3 month break in repayments, or a 6 month reduction (up to half) of their repayments on their loan, subject to the following conditions:

- Only loans for owner-occupiers are eligible
- A request must be provided detailing an inability or choice not to work in favour of caring for your child (evidence of maternity/paternity leave approval may be required), or that funds will be re-directed for the purpose of installing water and/or energy saving devices (eco-pause)
- The loan must be established with **mecu** for at least 12 months before applying for payment reductions
- Accounts must be operated within **mecu** terms and conditions prior to the request, and loans must not be in arrears or have had any repayments missed within the six months prior to the request
- Excludes Bridging loans, Interest Only loans and Home Equity loans
- Subsequent payment reductions can be made no sooner than 12 months from completion of any previous repayment reduction period
- A maximum of 2 repayment pause breaks are permitted for loans that are subject to Lenders Mortgage Insurance (LMI)
- Loans that exceed a loan to value ratio (LVR) of 90% for Family Leave, or 80% for eco-pause, are not automatically eligible
- Loan repayments may need to be recalculated at the conclusion of the break to ensure the loan term does not exceed the maximum permitted by **mecu** or the LMI insurer.