

Monthly Remortgage Snapshot



Key performance metrics



Fast facts



Remortgage loan sizes

Change in loan size reported by borrowers



- 43% increased their total loan size
- 36% saw no change in their total loan size
- 21% reduced their total loan size



Monthly loan repayments

Change in monthly loan repayments reported by borrowers



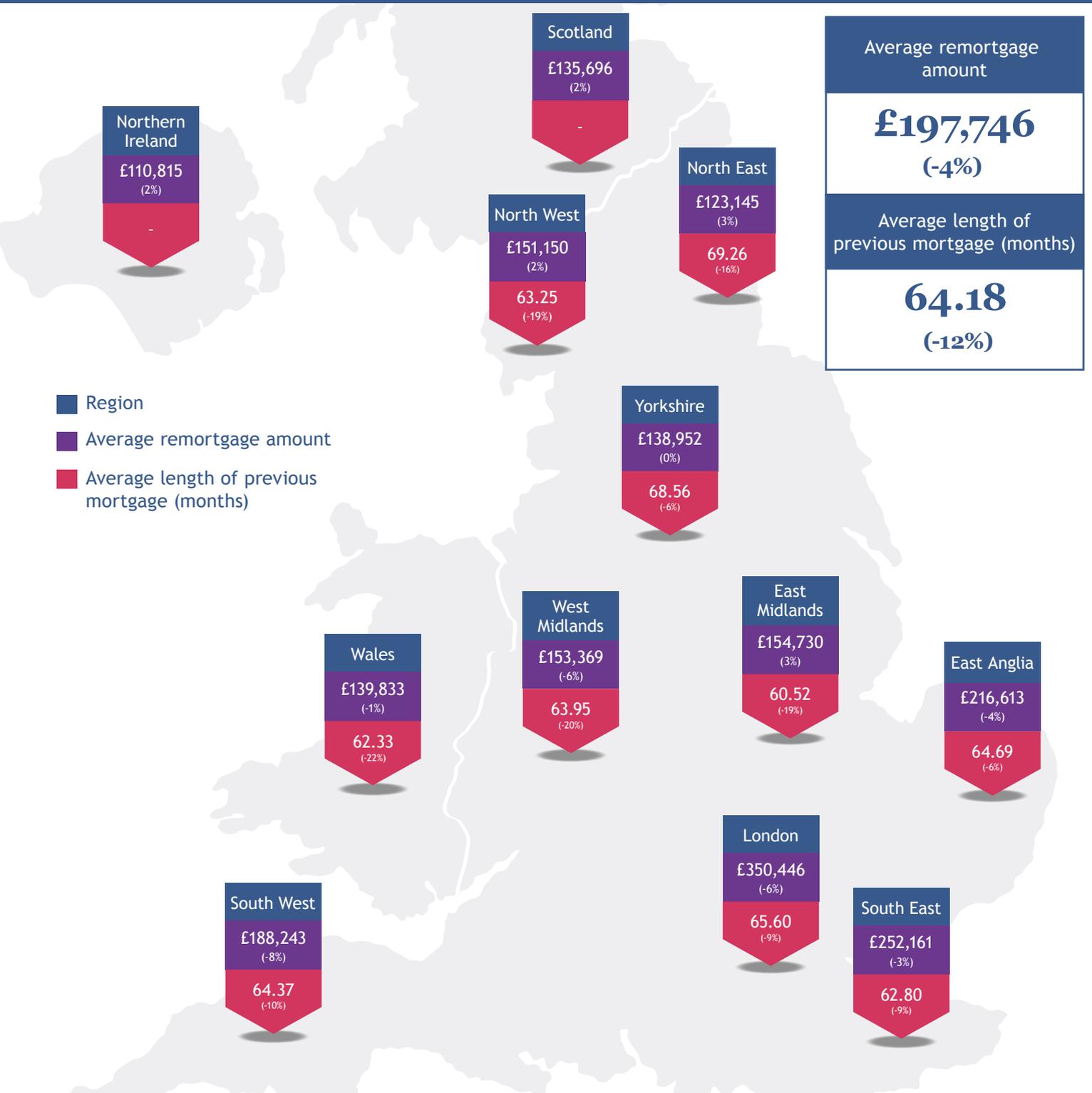
- 72% increased their monthly remortgage repayments
- 9% saw no change in their monthly remortgage repayments
- 19% reduced their monthly remortgage repayments



Regional trends

The average remortgage loan amount in London and the South East was £301,303 while the average for the rest of the UK stood at £151,254, putting remortgage loan amounts 99% higher in London and the South East than the rest of the UK.

The longest previous mortgage length was found in the North East at 69.26 months (5.77 years) and the shortest was in East Midlands at 60.52 months (5.04 years), putting the longest previous mortgage term 14% longer than the shortest.





Nick Chadbourne, CEO, LMS

“Mortgage activity slowed in December as borrowers expect rates to drop in the new year” – LMS

“While all metrics fell in December, this is somewhat unsurprising. The quieter month was both seasonal and down to the fact that the majority of borrowers were holding out to see what the new year would bring. Those who did remortgage were looking for longer term security as is evident by over two thirds of them locking in five year fixed rates.

Moving forwards, we’re likely to see the market stabilise - the economy will likely

steady in 2023 following the political volatility that dominated the last year. Mortgage rates are expected to reduce at the beginning of the year before settling back into previous dynamics against the base rate movements. Borrowers should therefore expect the first half of 2023 to bring the lowest prices for the foreseeable future and aim to lock these in while they still last.”

Interest rate rise expectations

89%

Within the next year

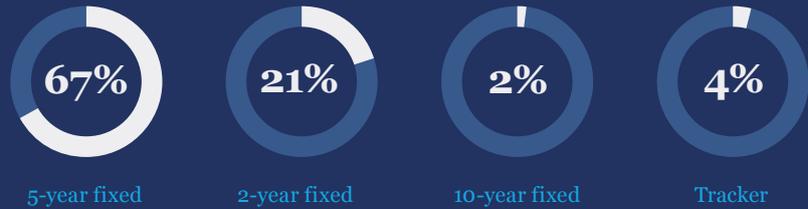
4%

More than a year away

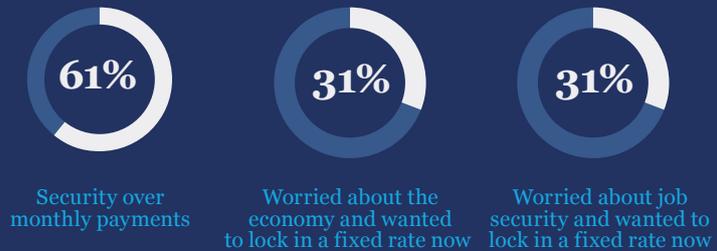
7%

No change

Product purchasing



Fixed-rate purchase motivations



Primary goal when remortgaging



Methodology

LMS’ UK remortgage lending estimates are forecasts based on LMS’ up to date internal conveyancing data and remortgage lending figures provided by UK Finance. Together these two datasets cover many thousands of remortgage completion transactions. LMS (Legal Marketing Services) is one of the UK’s largest providers of outsourced property services, including conveyancing, remortgage and IT services. The LMS system is based on the company’s unique STARS (Servicer Tracking & Reporting System) technology which manages transactions electronically on-line to ensure speed, cost efficiency and quality of service.