

Line of Credit - Natloans

Canonical: <https://www.natloans.com.au/line-of-credit/>

Details:

Car Loans Personal Car Loans > Business Car Loans > Chattel Mortgage > Electric Vehicle Loans > Low Doc Car Loans > Finance Lease > Bad Credit Car Loans > Car Loan Refinancing > Sale & Leaseback Finance > Novated Car Lease >

Home Loans Buy a new home > Refinance my home loan > Buy an investment property > First home buyers > Low Doc home loans > Construction loans > Apply for a home loan now >

Personal Loans Low rate personal loans > Debt consolidation > Home renovation loans > Bike loans > Boat loans > Caravan loans > Jet ski loans > Green Loans > Medical, Cosmetic & Dental Loans >

Business Loans Low doc business loans > Truck finance > Business overdrafts > Commercial property loans > Private lending > Equipment Finance > Working Capital Finance > SMSF Commercial Property loans >

Helpful Resources Loan Calculators > Get My FREE Property Report > Get My Credit File > Send My Bank Statements > Blog > Personal Loan calculator

1300 955 791 Free Consultation Click here

Line of Credit

By Mary Nebotakis, Managing Director, Natloans, B. Eco, Dip. Financial Services

What is it?

Have you ever thought about what you would do if you were in an emergency and couldn't afford to dig your way out? What if a storm knocked out your kitchen windows? Or if you needed to pay hospital bills due to an unforeseen accident? The answer is surely yes, we've all fretted over what the unforeseen future may hold, and wondered how we could possibly afford to trudge through it unscathed, if we simply didn't have the funds to afford reparations. Lucky for us, finance brokers and lenders can provide you with a simple, straightforward solution to provide you with the security you need for yourself, your home, and your family; The Line of Credit Solution.

How does it work?

Basically, an agreement must be made between you and your lender which grants you access to a set amount of money whenever you need it. Why is the lender so happy to give you the money to borrow? Because the loan, or line of credit, is secured against the equity of your house.

To illustrate, suppose that you take out a loan for a house at \$300,000, and your home is valued at \$600,000. The equity on your house is therefore \$300,000, which means your loan to value ratio is at 50%. Provided you meet all of your lender's lending criteria, you would be able to apply for a line of credit of up to 80% of the property value, that being another \$180,000 (so as to avoid Loan Mortgage Insurance). Therefore, if the loan is fully drawn down, you would be left with total loan of \$480,000.

With this in mind then, the line of credit can be said to function in much the same way as a credit card but with a much lower interest rate, wherein it provides you with a pre-approved amount of credit to access. You can use as much of this credit as you want whilst paying off the interest accrued from the outstanding balance.

PrevAre You Eligible For A First Home Buyer's Grant? Upgrading your trucks and vansNext

Categories

<https://www.natloans.com.au>

Want a tailored finance solution?

Contact Us Car Loans

Personal Car Loans

Business Car Loans

Chattel Mortgage

Electric Vehicle Loans

Low Doc Car Loans

Finance Lease

Bad Credit Car Loans

Car Loan Refinancing

Sale & Leaseback Finance

Novated Car Lease

Personal Loans

Low Rate Personal Loans

Debt Consolidation

Home Renovation Loans

Bike Loans

Boat Loans

Caravan Loans

Jet Ski Loans

Green Loans

Medical, Cosmetic & Dental Loans

Home Loans

Buy A New Home

Refinance My Home Loan

Buy an Investment Property

First Home Buyers

Low Doc Home Loans

Construction Loans

Apply For a Home Loan Now

[Business Loans](#)

[Low Doc Business Loans](#)

[Truck Finance](#)

[Equipment Finance](#)

[Business Overdraft](#)

[Commercial Property Finance](#)

[Private Lending](#)

[SMSF Commercial Loans](#)

[Working Capital Finance](#)

[Mortgage Brokers](#)

[Melbourne Mortgage Brokers](#)

[Sydney Mortgage Brokers](#)

[Brisbane Mortgage Brokers](#)

[Adelaide Mortgage Brokers](#)

[Darwin Mortgage Brokers](#)

[Perth Mortgage Brokers](#)

[Hobart Mortgage Brokers](#)

[Finance Brokers](#)

[Melbourne Finance Brokers](#)

[Sydney Finance Brokers](#)

[Brisbane Finance Brokers](#)

[Adelaide Finance Brokers](#)

[Perth Finance Brokers](#)

[Darwin Finance Brokers](#)

[Hobart Finance Brokers](#)

[About Us](#)

[About Us](#)

[Compliments and Concerns](#)

[Privacy Policy](#)

[Blog](#)

[#### Want a tailored finance solution?](#)

[Contact Us](#)

[Call Us](#)

1300 955 791

Email Us

info@natloans.com.au

Text Us

0419 348 152

Visit Us

7/296 Bay Rd Cheltenham VIC 3192

Copyright © 2026 Natloans. All rights reserved.

Natloans is part of the Natloans group of companies, proudly owned by Natloans Holdings Pty Ltd. All services delivered under the Natloans brand are provided by licensed entities within our group — and we'll always confirm the relevant entity in your documentation for complete transparency.