

CAN I USE YOUR CREDIT

People with good credit are being approached and asked if someone can “use” their good credit to purchase a property. The person with the good credit is offered from \$5,000 to \$10,000 for this service. The person with good credit is promised that the mortgage and taxes will be paid and that after a period of time, typically one to two years, that the other person will re-finance or sell the property and share profits.

1. First of all, if you agree to this scheme you may be committing LOAN FRAUD. This is very serious.

Secondly, the loan is in your name. The person approaching you will generally have you sign many papers, one of which gives that person the ability to rent or even sell the property. What has happened is that the person collects rents, option money and any other income while not paying the mortgage or up-keep of any type on the property. Eventually the property mortgage, under your name, goes into default and foreclosure. This will ruin your credit and possibly subject you to civil and even criminal problems