Mortgage News â€“ Changes in Our Industry by Perry McHowton

Article published on February 3rd 2012 | Mortgage

As we all know, the financial sector of our great country has been hammered over the past years. The mortgage industry is no exception. When you combined the crash in the housing market, high unemployment and the depression it is obvious we have been facing major challenges.

As the New Year starts we have different issues that are affecting home mortgage rates. The US economy is growing a very slow rate and we are also dealing with the European financial crisis. This has a profound impact on mortgage rates. Current rates are at all-time lows because of these 2 factors. Once we see a more rapid recovery and things settle down in Europe, you will see the rates rise.

As housing prices are starting to gain traction, we still have progress that needs to be made. Right now the big influence on pricing is still location. Markets that have fewer foreclosures, smaller inventories at the banks and low unemployment are see growth in this area. As more of America goes back to work the positive impact will continue to be felt. When people feel more confident, they start spending money. When you combined this with affordable mortgages this contributes to the housing recovery our economy needs.

After dealing with the banking market issues, our industry is certain to have new regulatory controls put in place. Right now those issues are still up in the air. We can expect the Dodd-frank legislation to have a direct impact on the mortgage industry. Issues may include accountability from both the buyer and the seller, the definition of a qualified mortgage and conflict of interest of various parties.

Looking at the issues the mortgage industry has seen, you can be certain the market is I for major changes. You can expect better technology thatâ€™s makes qualifying a loan easier and the loans that are qualified are better loans. As new regulations are put in place we will see more education to our industry, better informed lenders originate better loans.

Moving forward we will see new players emerge in the mortgage sector. This creates competition in the market allowing customerâ€™s flexibility. As new technology emerges, originators will have better access to different programs. This gives the ability to build a loan specific for the needs of the consumer. Improved technology will create a higher level of service and a more accurate package to be assembled.

Because of the recent crash in the banking industry, you will see new lenders offering a product that is safer for both parties. Potential customers will be placed in loan fits their needs, which will help to avoid problems down the road. This helps to stabilize the banks down the line as regulators inspect outstanding loans made and they meet current guidelines. These checks and balances are important to make sure lenders are packing up bad loans and dumping them on the market.

Article Source:
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Perry McHowton - About Author:

a House Mortgages provides up to date information on the mortgage industry. We have access to a wide variety of a home loan for home purchase. You will find the specific a reverse mortgage to meet your needs at competitive rates.

Article Keywords:
House Mortgages, home loan, reverse mortgage

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