

# Revolving Credit

## What is Revolving Credit?

A Revolving Credit Loan is a flexible line of credit which offers more choice when it comes to lending. Instead of applying for multiple small or top-up loans, Credit Union members can apply for one larger loan and have the option to draw down as much or as little as they wish over a specified period of time (typically three years).

## How does it work?

Revolving Credit loans drastically reduce the amount of admin and paperwork your staff need to complete.

This is because one, larger loan is issued at the beginning, over a period of time, rather than multiple small or top-up loans.

## What value does it add?

**Reduced paperwork for the Credit Union** - The amount of admin the CU should be reduced, as only one larger loan is issued, over a period of time, rather than several small loans.

**Better flexibility for the member in borrowing** - The member has the ability to access funds as they need them, without having to go through the loan application process more than once.

**Interest charged on a smaller loan amount** - The member is only charged interest on the portion of the loan that has been issued.

**Self-service online loan product** - Once the loan has been created the member can access the loan is required without having to go into the Credit Union.



## Customer Success

*“Revolving credit has already generated huge efficiencies for our Credit Union by reducing the amount of admin and paperwork our staff need to complete by approximately 70%. This also means less paperwork for our members to complete, providing them a quick and seamless experience to get credit”*

*“Members can access funds as and when they need them, without having to complete more paperwork. Once the loan has been created, our members can access funds as required online, without having to go into the branch”*

**Brendan Ryan, IT Manager, Tipperary Credit Union**