Savings Secured Loan

Build credit without dipping into your savings. A **Savings Secured Loan** lets you use your Navy Federal savings as collateral to secure a low-rate loan. As you make payments, more of your pledged savings become available to you—helping **strengthen your credit history without giving up on your savings goals.**

Features

- No credit check required
- Loan is fully secured by your Navy Federal Share Savings account
- Low interest rate of +2% for 12-60 months
- Low interest rate of +3% for 61-180 months
- Flexible terms from 12-60 months, with extended terms of 61-180 months depending on the loan[1]
- No pre-payment penalty fees

To qualify for extended terms, the loan must be identified for:

- **land purchase**
- **fully self-contained RV purchase**
- **airplane purchase**
- **boat purchase**
- **home improvement**

For vehicle purchases of $25,000 or more, Savings Secured Loans may be eligible for terms of up to 72 months. You can borrow as little as $250 or up to the available balance in your pledged savings account. A single savings account may be used to secure one or multiple loans.

Eligibility

To qualify, you must be at least 18 years old in most states. However, in Alabama, you must be 19 and in Puerto Rico, you must be 21. Any account owner may pledge their own Share Savings account.

If the account is jointly owned and the joint owner isn't applying for the loan, both owners will need to sign the promissory note. Electronic signing isn't available if you're using a joint savings account to secure your loan.

Accounts not eligible as collateral include:

- IRA
- Educational Savings Accounts (ESA)
- Business accounts
- Custodial accounts
- Money Market Savings Accounts (MMSAs)
- Jumbo Money Market Savings Accounts
- Trust accounts

Loan release guidelines

As you make loan payments, more of your pledged savings become available to you. The amount on hold is adjusted to match your remaining loan balance, typically within 24-48 business hours. Once the hold is reduced, those funds are released back into your savings account and available for use.

If multiple savings accounts are used as collateral for a single loan, all pledged funds remain on hold until the loan is paid in full.

Receiving the funds

After your loan is approved, getting your funds is easy. You can choose to have the loan proceeds deposited into a Navy Federal account or receive them by draft. Funds can be deposited into any checking or savings account owned by the primary borrower.

Paying your loan

You can make payments through automatic transfers from your checking or savings account, through our mobile app[2] or online, at a branch or by mail.

To apply, give us a call at 1 (888) 842-6328 or visit a branch. Savings Secured Loan applications aren't currently available through our mobile app[2] or online banking.

Navy Federal Credit Union
1-888-842-6328
Our Members Are the Mission®