

How is Fraction different from a traditional mortgage?

An overview for homeowners and their family members

Fraction is a company dedicated to offering solutions for unmet needs within the Canadian market.

With Fraction, the **loan balance that is given grows over time** because there are **no monthly payments**. Fraction has **no age restrictions** or age considerations.

Why would someone want to do this, and when would it make sense to use Fraction?



Wait out high rates

Fraction has **no monthly payments** and there is **no cost to exiting the Fraction agreement**.

There are **no prepayment penalties**.



Temporary cash flow issues

If someone has recently lost a job, starting a new business, or paying for a university education, they can use Fraction now and then **later resume a standard amortizing mortgage**.



Transition to retirement

For many of Fraction's clients, using Fraction **enables them to retire early** and fits well within plans to downsize, move to a cottage, or transition later to a reverse mortgage.

With Fraction, **anyone over 18 can be on title**. If someone passes away, **a child can assume the mortgage if they pass all our underwriting criteria**. This is attractive in many situations where a reverse mortgage does not make sense.

If you have any questions, please feel free to reach out to us at sales@fraction.com.