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# **Debt Consolidation Loans for People with Bad Credit**

Are you worried about getting a [loan](#) because you have bad credit? Don't worry; there are several different types of loans that you may be qualified for. You can use the loan to get out of debt, or to make a large purchase. Getting a regular loan may be difficult if you have bad credit, so it's best to seek the companies that work specifically to help people just like you.

A secured [debt consolidation](#) loan is one of the easiest loans you can get if you have bad credit. The only downside is that it requires you to put some sort of collateral, like a house or car, on the line. If you fail to make payments the lender will take away your asset instead. A secured debt consolidation loan is handy since they have low interest rates and can extend anywhere from 5 to 30 years.

Many people don't like the idea of using their home or vehicle as collateral and would rather not have to risk it. In this scenario you would want to find an unsecured [loan](#). An unsecured loan is what everyone calls a normal loan. It's where the lender, whether it's a bank or a private lender, will give you a loan based on your credit report and income. If you have bad credit then you will want to have several statements that will enforce the fact that you will be able to pay the loan back. The type of documents you will want to have with you should contain any type of income you have, your bills, and any debts that you owe money on. Many people with bad credit will also put a couple paycheck stubs with their documents to show that they're working. It's also a good idea to create a document explaining your debts and why you're struggling to pay them back.

Shopping around is important when it comes to finding a good debt consolidation loan. By looking around at different lending companies you may find a deal with a much lower interest rate. You may also be able to obtain an unsecured loan from one lender, while another may refuse you. By shopping around you may be able to find a great deal and save yourself a lot of money.

Bad credit is never a good thing, and you don't want to make it harder on yourself. When you get a consolidation loan for bad credit you still must make all of your payments on time. If you don't your credit will be hurt even further and make it even harder to get a loan. Check your credit every once in a while to debate any false statements, ensuring your score is as high as possible. If you have a score below 600 you should seek a bad credit consolidation loan, while still aiming to repair your bad credit. By taking the time to search through different offers, you will be able to find the best solution for you debt to get it fixed as soon as possible.