

How To Get Approval For High Limit Credit Cards When Your Credit Is Bad

Contributed by Webmaster

By Alisdair Cosgrove

Many people are convinced that high limit credit cards are not available to those with bad credit scores. Yet, this is not always the case. Certainly, credit scores are an important piece of information used to decide what credit limits to offer a given borrower.

There are also other variables to consider that may be just as important. Through examination of these other variables during the credit card application process, it is possible that you may just be eligible for a higher credit limit.

When a credit card company is assessing your potential credit limit, they will also consider your income. This may be a major factor at the beginning. You should understand that your previous history with a card company can help your chances of getting a higher limit on your credit card. If you have an account already, there may be fewer obstacles keeping you from getting a new limit.

Variables may take the form of external elements. Although you may have less control over how they behave, you can still use them to your advantage provided you understand them. For instance, if you have some idea about how competitive the credit card markets are, you can get in touch with several companies and negotiate the best price. Typically, the companies will be quite willing to come up with a better offer. On the other hand, if you are fine with paying higher interest rates, you can find some good deals on the web to secure the high limit credit card you were looking for.

Essentially, credit card limits are based on the applicant's ability to repay the debt. This is why income is such a decisive factor in determining the amount of money that can be borrowed on a line of credit. The key to getting a higher credit limit is showing the lender that you have appropriate income.

With those consumers that have an irregular source of income that is difficult to adequately document, such as the self-employed, it will be beneficial to find the credit cards, lines of credit, and other loans that make use of stated income options on their application. In these cases, the lender will consider the amount of money declared on the application rather than making requests for tax papers or copies of paycheck stubs. This option may be helpful for people who have a variable income from month to month such as those working on commission basis.

When seen as a crucial ingredient to a successive credit card application, you can understand why it might be the first choice. Still, there are different options for getting a credit card with higher limits. You will have to comparison shop the different companies to find out what cards and limits that are available.

By asking for a good mixture of quotes and then comparing what they offer both in terms of credit limits and interest rates will help you make the best decision. Sure, you may not find the perfect deal but you can try to create a good balance of pluses and minuses; it is quite possible to find a reasonable deal on a higher credit limit card if you take the proper time to search.

Alisdair Cosgrove is a freelance writer specializing in personal finance. You can read more of his work at www.JSNet.org for credit card comparisons including cash back credit cards and also offers a comprehensive list of hotel rewards credit cards.