

# **GE Money closes its doors**

Posted by [LC Team](#), Friday, October 24, 2008

GE Money will close its operations in Australia with immediate effect, according to inside sources.

Sources have confirmed that this is indeed the end for GE. GE will continue to honour all approvals that have been issued up to the 31st October but all other applications will be withdrawn at that date.

GE will no longer be in a position to fund loan increases on their existing book, so you can expect there to be mass discharges over the coming months. They will however continue to service their existing customers and will allow any and all redraws to occur for borrowers.

Insiders were unaware of the effect this would have on the Wizard Home Loans brand that is currently for sale. Sources also indicated that the remainder of the GE business would now be put up for sale with the likely buyers being one of the other major non-bank lenders such as Challenger or FirstMac.

This news comes hot on the heels of the decision to not pass on any of the RBA rate cut this month in which the official release stated "GE Money is funded with the support of a guarantee from our AAA-rated parent company, the General Electric Company, and has no liquidity issue".