

11/2 Chapt. 4 Lesson 2

(Buying a House)

Down Payment: % of price that you put down.
(best interest - 20%)

Financed: remainder of the cost.
\$ 400,000 house 20% down
(or 80,000 down)

$$\begin{array}{r} \$ 400,000 \\ - 80,000 \end{array}$$

\$ 320,000 financed

Mortgage: finance on the property

Interest: fee charged in % on the loan.

Rule: borrow up to
2.5 times your
annual income.

ie1

\$ 100,000
2.5

→ interest
rate 2-3%

\$ 250,000

HWC: pg 84
#1-12 all