

Name _____

Date _____

Class _____

Instructor _____

STUDENT ACTIVITY**Chapter 10****Internet Extension****Home Sweet Home****EXPLORE**

Buying a house will likely be the most expensive purchase you ever make—and few will do so without needing a mortgage. These long-term loans can vary widely in type, period, and interest rate.

DIRECTIONS

Complete the following worksheet by using the Internet to research different mortgage lenders and their rates.

Keywords: _____

Web Sites: _____

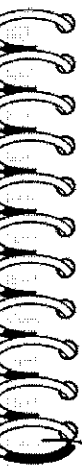
NET RESULTS

1. First Lender and Its URL

2. First Lender's Mortgage Rates

3. Second Lender and Its URL

4. Second Lender's Mortgage Rates



STUDENT ACTIVITY *(continued)*

Chapter 10

CRITICAL THINKING QUESTIONS

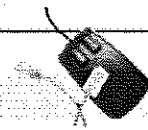


1. Why might a person choose a 20-year mortgage loan over a 30-year loan?

2. How much would you pay, total, for a \$150,000 mortgage at 7 percent interest over a 30-year loan period? Over a 20-year loan period?

3. Assume a house built in 1973 sold for \$38,000. How much would a comparable house built today cost in current dollars?

EXTENSION EXERCISE



Qualifying for a mortgage can be daunting. Check out Web sites for financial institutions and use their mortgage calculators to look at monthly payments based on different house prices and income levels. How much do you need to make each month to afford a mortgage loan on a \$100,000 home? A \$200,000 home?