

How to Buy Your Own Home

Unit 3: Lesson 1: What you should know about mortgage loans

Vocabulary check: matching

Match each word or phrase with a definition.
Write the letter of the correct answer on the line.

**a. annual
percentage
rate**

___ 1. This is the amount of time you have to pay back the loan.

**b. repayment
term**

___ 2. This is extra money you pay at the closing in order to get a better interest rate.

c. lock-in

___ 3. This is an estimate that builds in the interest rate, the points, and the closing costs in order to allow you to compare loans.

d. points

**e. real estate
attorney**

___ 4. This makes sure the interest rate you pay will stay the same until the time of your closing.

f. closing costs

___ 5. You pay this to legally transfer ownership of the house from the seller to you.

___ 6. This is a person who makes sure your legal interests are represented in the home-buying process.