

How to Buy Your Own Home

Unit 3 Review

Vocabulary to remember

Fill in the blanks. Use the following words:

points

1. The amount of time you have to repay the loan is called your _____ .

**down
payment**

2. The _____ builds in all the costs of a loan and spreads them over the life of the loan so you can compare the long-term costs of different kinds of loans.

**annual
percentage rate
(APR)**

repayment term

3. The more _____ you pay on a loan, the lower the interest rate will be.

4. The _____ is the part of the purchase price the buyer pays in cash at the time of sale.