

Name _____

Cracking the Code of Down Payments: Your Key to Homeownership

Short Answer

1. What does a down payment signify to the lender, and how does it impact the amount you need to borrow through a mortgage?
2. Explain the benefits of making a 20% down payment when buying a home, including its impact on monthly payments and private mortgage insurance (PMI).
3. Name one government-backed loan program and describe its down payment requirements. Who might benefit from this program?
4. What are some practical tips for saving for a down payment on a home?
5. What is private mortgage insurance (PMI), and when might borrowers be required to pay it?

