

**MORTGAGE COMPARISON CHART (SAMPLE)**

(For educational purposes only)

*SAMPLE LOAN AMOUNT \$200,000.00 - 30 YR TERM  
INTEREST RATES FOR EXAMPLE PURPOSES ONLY*

	<b>Traditional Fixed Rated Mortgage (7.00%)</b>	<b>5 Year Interest-Only ARM (Initial Rate of 7.00%; Maximum Rate of 12.00%)</b>	<b>Payment Option ARM (Rate in the 1<sup>st</sup> Month 2.00%; Variable Rate after 1<sup>st</sup> month (Starting at 7.00%); maximum rate of 12.00%)</b>
<i>REQUIRED MONTHLY PAYMENTS FOR EACH SCENARIO:</i>			
<b>Years 1-5</b>	<b>\$1,331.00</b>	<b>\$1,167.00</b>	<b>\$739.00-\$987.00 (Increasing annually)</b>
<b>Year 6 – if rates don’t change</b>	<b>\$1,331.00</b>	<b>\$1,414.00</b>	<b>\$1,565.00</b>
<b>Year 6 – if rates rise 2.00%</b>	<b>\$1,331.00</b>	<b>\$1,678.00</b>	<b>\$1,859.00</b>
<b>Year 8 – if rates rise 5.00%</b>	<b>\$1,331.00</b>	<b>\$2,094.00</b>	<b>\$2,319.00</b>
<i>EFFECT ON LOAN BALANCE AND HOME EQUITY:</i>			
<b>After 5 years, how much will you owe?</b>	<b>\$188,263.00</b>	<b>\$200,000.00</b>	<b>\$221,486.00</b>
<b>After 5 years, how much home equity have your loan payments built?</b>	<b>\$11,737.00</b>	<b>\$0.00</b>	<b>Negative \$21,486.00</b>

