

Concept

Assets	Useful or valuable objects Property owned by a person or company
Credit Report	A credit report is a record of the borrower's credit history from a number of various sources such as banks, credit card companies, and governments
Different types of credit bureaus	Transunion Equifax Experian
House Hunting Process	Determine what you can afford Get the pre-qualified and pre-approval process completed Decide on what type of home you want Work with an agent and start researching homes Put in an offer for the home
Income	Income is money that is received from work (wage or salary), capital (profit/interest) or land (renting a property)
Interest Rate	This is how much you pay on top of the principle for the length of period of time. It is amortized over the length of the loan
Loan Application (1003)	The most important form in the mortgage lending business is the Uniform Residential Loan Application (which is Freddie Mac Form 65 and Fannie Mae Form 1003)
Loan Officer	Loan officers specialize in consumer, mortgage or commercial loans They are the liaison between the bank (institution) and the applicant of the loan
Mortgage	A legal agreement by which a bank or other creditor lends money at interest in exchange for taking title of the debtor's property, with the condition that the conveyance of title becomes void upon the payment of the debt.
mortgage insurance	The mortgage insurance will cover the lender Essentially if you default on your payment, the lender forecloses on the property, the mortgage insurance will cover the lender for any loss they may encounter
Pre-Approval	Always provide supporting documentation The loan officer will look for your gross monthly income
Pre-Approval	In order for your loan representative to submit your application for pre-approval, you must provide the following: Last two years' tax returns and W-2s Thirty days of pay stubs sixty days of bank account statements signed authorization to order your credit report
Pre-Qualified	This is the first step in the house buying process
Underwriter	The underwriter is there to protect the interest of the lender and to ensure that all documentation is compiled correctly and that all documents follow the guidelines (criteria)