

What constitutes a mortgage?

A mortgage serves as a financial tool, facilitating the purchase or refinancing of a property. Understanding the various types of mortgage loans through a comprehensive comparison enables one to grasp their distinct advantages and attributes, aiding in preparation for the mortgage application process upon finding a desired property.

How does a mortgage work?

Lenders extend mortgage loans to eligible borrowers, who then repay the loan over a specified duration referred to as a "term."

How can I secure a mortgage?

Mortgages are normally awarded by lenders to candidates based on several qualifying factors, including credit score, debt-to-income ratio, and credit history. Prior to applying for a mortgage, one should monitor and raise their credit score to strengthen their eligibility for one.

What mortgage options align with my financial capacity?

Embarking on the journey of homeownership often begins with gauging one's financial capabilities. Utilizing affordability calculators or obtaining prequalification offers insights into estimated monthly payments and the potential borrowing amount, facilitating informed decision-making in the home-buying process.