

Buying a Home Quiz

Student Name: _____

Date: _____

1. True or False:

Both building and buying a home have their advantages and disadvantages.

2. True or False:

For most people, the primary reasons for buying a home are shelter and pride of ownership.

3. Which of the following is not correct when buying a home?

- Your job stability is not taken into consideration when qualifying for a loan.
- Your total monthly housing cost should not exceed 30% of your income.
- In order to qualify you for a loan, the lender will consider your credit history to determine whether you pay your bills on time.
- Most lenders require the down payment to be paid from the buyer's own funds.

4. True or False:

Interest is the amount of money paid for the use of someone else's money.

5. What are at least three questions you should ask yourself when you have found the home you wish to buy?

- How much are real estate taxes?
- Will it be costly to maintain the house and yard?
- Can I afford the house?
- All of the above.