

# True Cost of Interest Rate Increase



Home A:

Purchase Price \$150,000

Interest Rate 4.875%

30 Year Term

Payment = \$797

Home A:

Purchase Price \$150,000

Interest Rate 6.0%

30 Year Term

Payment = \$882

\*\*Payment increase of \$85 month or \$1020 Annually

\$7140 over 7 years

# True Cost of Interest Rate Increase



Home B:

Purchase Price \$250,000

Interest Rate 4.875%

30 Year Term

Payment = \$1,330

Home B:

Purchase Price \$250,000

Interest Rate 6.0%

30 Year Term

Payment = \$1,470

Payment increase of \$140 month or \$1680 Annually

\$11,760 over 7 years

# True Cost of Interest Rate Increase



Home C:

Purchase Price \$400,000

Interest Rate 4.875%

30 Year Term

Payment = \$2490

Home C:

Purchase Price \$400,000

Interest Rate 6.0%

30 Year Term

Payment = \$2750

\*\*Payment increase of \$260 month or \$3,120 Annually

\$21,840 over 7 years