

HOME LOAN OPTIONS



The good news for homebuyers is that there are plenty of mortgage loan options to choose from. But it's important to understand the differences so you can choose the loan that's right for your situation.



CONVENTIONAL

DOWN PAYMENT

As low as **5%**

INTEREST RATE

Can adjust with the market or be fixed for the life of the loan

PROS

- Flexible loan terms (15-, 20-, 30-year length)
- Most competitive interest rates

CONS

- Requires mortgage insurance for less than 20% down



FHA LOAN

DOWN PAYMENT

As low as **3.5%**

INTEREST RATE

Fixed for the life of the loan

PROS

- Less strict rules for lower credit scores
- Good for first-time homebuyers

CONS

- Requires mortgage insurance, usually around 1% of the loan



VA LOAN

DOWN PAYMENT

None required

INTEREST RATE

Fixed for the life of the loan

PROS

- Great option for veterans
- Less strict rules for lower credit scores

CONS

- Requires a funding fee, which can be financed with the loan

