

# Glossary of Terms - Home Possible Mortgages

Agency	Term	Definition
Freddie Mac	Accept Mortgage	A Loan Product Advisor® Mortgage that receives a Risk Class of Accept.
Freddie Mac	Amortization Months	Term of the loan in months.
Freddie Mac	Appraisal	An opinion or estimate of value performed by a state-licensed or certified real estate appraiser in the state in which the property is located. Also refers to the process by which a value estimate (factual analysis) is obtained.
Freddie Mac	Equity	The difference between the value of the Mortgaged Premises and the total dollar amount of all Mortgages and other liens secured by the Mortgaged Premises.
Freddie Mac	Estimated Value of Property	Borrower's statement of the subject property's value or appraised amount if available.
Conventional	Mortgage Insurance	Insurance which protects mortgage lenders against loss in the event of default by the borrower.