PSHEE

**Personal Finance**

Learning Objective s: Unit 2 Part 2

* What is the ‘property ladder’?
* What is a ‘mortgage?
* What steps are involved in the house-buying process?
* Is it better to rent or buy?

Task

1. Read slide 3, What do they mean by the saying ‘property ladder’?

2. Read slide 4, What is a starter home?

What is equity ?

3. Read slide 5, What is a mortgage?

What happens if you do not pay your mortgage?

4. Read slide 6, How much can you normally borrow for a mortgage?

Do you only pay back the price of the house?

5. Complete interactive slide 8, What is the difference between fixed and variable mortgage?

What do you have to show the mortgage lender to get a mortgage?

Who do you need to complete the paperwork?

How long does the process take?

6. Complete interactive slide 9.

7. Read slide 10, What are the benefits of owning a property?

What are the benefits of renting a property?

8.Complete interactive slide 11

All work must be completed and given to your teacher