



*Here's The Information  
You Requested..*

# How Much Home Do I Qualify For?



- **Income**
- **Debt**
- **Down Payment**
- **Closing Costs**
- **Two Years Income**
- **Tax Returns**
- **Assets**
- **Liabilities**
- **IRAs**
- **You want WHAT?**
- **Just what can I afford?**

**Buying a home in today's marketplace is a bit intimidating. And your new home purchase is likely to be one of the most important decisions you've ever had to make. Usually it's one of the single most valuable assets you'll own.**

## **Where to Start**

Before you invest hundreds of hours searching and to avoid any heartbreak if you find yourself unable to qualify for your dream home sit down with a lender. Your lender can perform a simple verbal pre-qualification in about twenty minutes and a full-fledged pre-qualification in about 5 days.

Pre-qualification not only allows you to focus your search in the correct price range, saving a lot of wasted time and frustration but it can also give you an edge when competing with other offers on a home that you find.

If a seller is deciding between two offers—yours who has been qualified and another unqualified offer, they are much more likely to pick yours. Pre-qualification will also give you leverage when negotiating with a seller in a non-competitive atmosphere... it essentially makes you a cash buyer.

The amount of home that you qualify for will be determined by three key factors: Your down payment, your ability to qualify for a mortgage, and closing costs.

## **The Down Payment**

Whereas a current homeowner can rely on equity from their home sale, a first time home-buyer is limited to the money they can save. The days of having to put 20 percent down on a home are in the past. Although putting

# How Much Home Do I Qualify For?

a large amount of money down definitely makes it easier to qualify for a mortgage and to get the lowest interest rates available. With the various programs that are available today, you can put as little as 3 percent down on a home.

## Qualifying for the Mortgage

There are two basic guidelines that lenders use to determine what size mortgage you are eligible for:

1. Your monthly mortgage payment of principal, interest, taxes and insurance (PITI) should not exceed 25 to 28% of your monthly gross income.
2. Your monthly housing cost (PITI) plus other long-term debt should not exceed 33 to 38% of your monthly gross income.

Specifically, most lenders will consider 4 key factors to determine your ability to qualify for a home loan:

Income – This first element can include not only your gross monthly

For More Information On Our  
“**Buyer Profile System**”  
and Our FREE  
“**House-Hunting System**”  
Call The Maryland Real Estate  
Professionals Team at  
1-877-550-MDRE (6373) x7

[www.MDREpros.com](http://www.MDREpros.com)



Save **\$5,000** On Your Home Purchase!

**Guaranteed.**



Or We'll Pay You \$1,000 Cash Click Here For More Info!

[www.MDREpros.com](http://www.MDREpros.com)