

To determine your potential borrowing power, complete the information below.
 This form is designed to aid you in determining an estimate of how much you may be able to borrow for a mortgage. Additional information will requested from your lender.

STEP 1: Determine Income and Liabilities

A:		B:	
Gross Monthly Income		Monthly Debt/Obligations **	
Borrower	_____	Credit Card	_____
Co-borrower	_____	Credit Card	_____
Other Income	_____	Auto Loan	_____
		Auto Loan	_____
Total	_____	Student Loan	_____
		Student Loan	_____
		Personal Loan	_____
		Other Loan	_____
		Other Loan	_____
		Other Loan	_____
		Other Loan	_____
		Total	_____

** Use all installment loans with more than 6 months remaining balance.

STEP 2: Determine Qualifying Payment

Total Income (A above)	_____ (x) times	.36 (36%)	equals(=)	_____
				(Total Allowable Expense)
Total Allowable expense	_____ less(-)	_____ (total liabilities)	equals(=)	_____
				(Total allowed housing expense)
Total housing expense	_____ less(-)	estimated taxes & insurance (monthly estimate)	_____ equals(=)	_____
				(Total allowed principle&interest)

STEP 3: Determine Qualifying Loan Amount

Principle&Interest payment (from above)	_____	divided(÷)	_____	equals(=)	_____
			(factor from below)		(Total Qualifying Loan Amount)

Interest Rate %	Factor	Interest Rate %	Factor
4.00	0.00478	6.00	0.006
4.25	0.00492	6.25	0.00616
4.50	0.00507	6.50	0.00632
4.75	0.00522	6.75	0.00649
5.00	0.00537	7.00	0.00665
5.25	0.00553	7.25	0.00682
5.50	0.00568	7.50	0.00699
5.75	0.00584	7.75	0.00716

Interest rate factors based on 30 year amortization.