Arch | MI

Arch MI Can Increase
BUYING POWER

Mortgage Insurance, also called MI, private MI or PMI, is generally required on mortgages with down payments less than 20% of the property value. MI reduces the amount a lender loses in the event that borrowers do not repay their mortgage.

- Without the protection of MI, lenders normally require a borrower to make a down payment of at least 20% of a home's purchase price, which can mean years of saving for some borrowers.
- This large down payment assures the lender that the borrower is committed to the investment and will try to meet the obligation of monthly mortgage payments to protect the investment.
- A low down payment also allows borrowers to purchase more home than they might otherwise be able to afford.

If a borrower's income can support a larger loan amount, a $20,000 down payment with mortgage insurance increases BUYING POWER:

WITHOUT MI	WITH MI	
You could make a **20%** down payment on a **$100,000** home.	You could make a **10%** down payment on a **$200,000** home.	You could make a **5%** down payment on a **$400,000** home.

ARCH MORTGAGE INSURANCE COMPANY | 230 NORTH ELM STREET GREENSBORO NC 27401 | **ARCHMI.COM**

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