For the majority of **(1) homeowners / houseowners**, the purchase of their property is financed by a mortgage. The bank or building society which lends the money to buy a property is called a mortgage **(2) lender / giver** or morgagee. The person who borrows money in the form of a mortgage is called a mortgage **(3) borrower / taker** or mortgagor.

There are several different types of mortgage **(4) in / on** the market. Probably the most common is a repayment mortgage, in which the **(5) capital sum / capital price** and the interest are paid in **(6) instalments / pieces** over a long period (for example 25 years).

An alternative is an interest-only mortgage, in which the interest is paid, and the capital sum is **(7) repaid / paid** in another way, forexample in an endowment assurance policy. This type of mortgage is known as endowment mortgage.

With an offset mortgage, the mortgage borrower's **(8) daily / current** account is combined with her/his mortgage. Provided the current account is usually **(9) in / with** credit, this can reduce the interest repayments **(10) on / for** the mortgage.