

- 1. repayment mortgage
  - a. The mortgage interest rate is linked to the interest rate of country's central bank (see unit 16).
- 2. interest-only mortgage
  - b. The mortgage interest rate stays the same.
- 3. endowment mortgage
  - c. You pay the capital sum and the interest.
- 4. offset mortgage
  - d. You pay the interest in instalments, and you pay the capital sum by another method.
- 5. fixed rate mortgage
  - e. The mortgage interest rate can only rise as far as a certain level.
- 6. base-rate tracker mortgage
  - f. An interest-only mortgage, with the capital repaid by an endowment (see unit 9).
- 7. variable rate mortgage
  - g. Your current and mortgage accounts are combined to reduce the interest.
- 8. capped mortgage
  - h. The mortgage lender can change the interest rate as they wish.

 **LIVEWORKSHEETS**