

**Financial Freedom Class**  
**Session 2: HOUSE – “Home Sweet Home”**

(Designed to be used as a follow-up to the PowerPoint Lesson: HOUSE)

**ATTITUDE (BE)**

Emotions

1. The \_\_\_\_\_ is the largest single item most people will ever borrow money to purchase.
2. Becoming \_\_\_\_\_ is easy to do when you “fall in love” with a building.
3. Making a \_\_\_\_\_ mistake when purchasing a house can result in a financial \_\_\_\_\_ if “things” don’t go as you plan.
4. Never buy more house than you can \_\_\_\_\_.
5. Don’t let your \_\_\_\_\_ rule your \_\_\_\_\_ when buying a house.
6. “If a house is \_\_\_\_\_ against itself, that house will not be able to stand.”  
Mark 3:25 (NIV)
7. If one ox can pull a 300 pound sled, how many pounds can two oxen—working together—pull? \_\_\_\_\_ pound sled (600 lbs, 1,000 lbs, 10,000 lbs).

**APPLICATION (DO)**

Logic

8. Determine how much house you can afford \_\_\_\_\_ you go looking! Do not let the lender or realtor tell you what you can afford.
9. The maximum percent of your Net Spendable Income that you should budget for HOUSE is \_\_\_\_\_ to \_\_\_\_\_ %.
10. The primary business of lending institutions is selling \_\_\_\_\_.
11. A realtor is paid based on the \_\_\_\_\_ price of the house.
12. When the total percentage of N.S.I. for House, Food, and Auto exceeds \_\_\_\_\_ %, you will have extreme difficulty making your budget work.
13. A down payment of at least \_\_\_\_\_ % will keep you from paying Private Mortgage Insurance.

14. To get the lender to drop the P.M.I. requires that you prove that the loan to value is at least \_\_\_\_\_ %. This will require you to get a new \_\_\_\_\_.

15. The loan rate for a 15 year loan verses a 30 year loan will be \_\_\_\_\_. The monthly payment would be \_\_\_\_\_. The big savings would be realized as a result of the \_\_\_\_\_ paid.

16. Never keep an existing debt based solely on \_\_\_\_\_ consequences.

17. The amount of the interest payment that you are allowed to deduct from your earned income is equal to your \_\_\_\_\_ rate.

18. The cash flow into your budget will \_\_\_\_\_ if you pay your mortgage off.

19. The one variable that is often not considered when looking at an investment as apposed to reducing your mortgage is \_\_\_\_\_.

20. The closing cost required to refinance is approximately \_\_\_\_\_ to \_\_\_\_\_ % of the loan value.

21. You should consider refinancing if you plan to stay in your home longer than the number of months required to \_\_\_\_\_ on the cost required to refinance.

22. If you are considering refinancing, you might want to keep the same \_\_\_\_\_ while \_\_\_\_\_ the term of the loan.

### ASSIMILATION (HAVE)

Wisdom

23. "By \_\_\_\_\_ a house is built, and through \_\_\_\_\_ it is established; through \_\_\_\_\_ its rooms are filled with rare and beautiful treasures." Proverbs 24:3,4 (NIV)

24. "Suppose one of you wants to build a tower. Will he not first sit down and estimate the \_\_\_\_\_ to see if he has enough \_\_\_\_\_ to complete it?" Luke 14:28 (NIV)

25. "Finish your outdoor work and get your fields ready; after that build your \_\_\_\_\_." Proverbs 24:27 (NIV)

**Answers:**

- 1. House**
- 2. House Poor**
- 3. Small, Nightmare**
- 4. Afford**
- 5. Heart, Head**
- 6. Divided**
- 7. 10,000 lbs.**
- 8. Before**
- 9. 30% to 40%**
- 10. Debt**
- 11. Sale**
- 12. 65%**
- 13. 20%**
- 14. 80%, Appraisal**
- 15. Less, More, Interest**
- 16. Tax**
- 17. Tax**
- 18. Increase**
- 19. Risk**
- 20. 2% to 3%**
- 21. Break Even**
- 22. Payment, Reducing**
- 23. Wisdom, Understanding, Knowledge**
- 24. Cost, Money**
- 25. House**