## Renewing Your Mortgage

Assume you have purchased a home five years ago and your mortgage, which still has \$183,000 owing, is up for renewal.

| 1. | Determine the weekly payments for a mortgage of \$183,000 at 3% per year for the remainder of the 25 year amortization period.  |
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| 2. | How much will you pay, all together, over the remaining 20 years assuming you do not change the conditions of your mortgage over the time period?   |
| 3. | Assume that you are now making more money and you want to change your payment plan to \$1600 per month.  a. How long will it take you to pay back the remainder of the mortgage under these conditions? |
|    | b. How much will you pay, all together, over the remainder of your mortgage?  |
|    | c. How much time and money did you save by increasing your regular payments?  |