

Real Estate Terminology

What is an amortized loan?

An amortized loan is a loan that is repaid in several installments, each containing a portion used to reduce the principal amount of the loan and a portion that is applied to pay interest. Each payment designates a larger portion to principal reduction and a smaller portion to interest payment, until the outstanding balance is eventually paid off in full.

Unique solution ID: #1174

Author: admin

Last update: 1970-01-01 01:00