Effect of INTEREST RATE on monthly payment

Have you ever wondered about the impact that a small shift in INTEREST RATE might have on your monthly payment?

When monthly payments are a priority, it’s important to understand that the loan amount has a far greater effect on payment than the rate.

Payment (P&I) = $2,041.00
Payment (P&I) = $2,108.02
Payment (P&I) = $2,176.03

DIFFERENCE highest/lowest rate = $134.82/mo

2.75% 2.59 APR
3.00% 3.093 APR
3.25% 3.27 APR

LOAN AMOUNT $500,000

A small shift in rate may have much less impact on your monthly payment than you think. You can see from the illustration that a difference of .25% in rate equates to a difference of only $67.02 per month on a loan amount of $500,000.

I’m available to chat any time, days or evenings!

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