

HOME EQUITY LINE OF CREDIT (HELOC) VERSUS A REVERSE MORTGAGE

Feature	HELOC	Reverse Mortgage (HECM)
You still own your home	✓	✓
Payments can increase when loan resets	✓	
Possible Balloon payment due	✓	
NEVER a prepayment penalty		✓
NO payments required* (You must pay property taxes and insurance)		✓
Unused amount increases over time		✓
Non-recourse (You'll never owe more than home value when loan is repaid)		✓
Credit line cannot be called, reduced or frozen - provided you meet your loan obligations		✓

