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Why for home loans the banks are calculating the interest rate?

I Check with the bank for the home loans,they told me 7.5% as floating & 7.25% as fixed,I need to know what is the difference between these two terms?

If i take RS.10,00,000 as home loan & the loan period will be 5 years,so with the interest rate 7.5%,what will be the EMI Per month need to pay to bank.

Please explain.

Thanks,

Ibrahim

Fixed means the rate stays the same throughout the term of 5 years

Floating means it will change with the market. Could be 7 one year and 10 the next. Take the fixed.

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