

NAME	IN HEBREW	PHONETIC ENGLISH
<b>FIXED INTEREST</b>	<b>ריביצ קבוע לא צמוד</b>	<b>RIBIT KAVUA LO TSAMUD</b>
<p>The pay back amount does not fluctuate during the loan period. Commonly used in short term loans but can be found in long term loans.</p>		
<b>PRIME</b>	<b>פריים</b>	<b>PRIME</b>
<p>The pay back amount fluctuates according to the prime rate during the loan period. Used in short and long term loans. Favoured by the Banks and Credit Card companies. Check out the prime rate before you negotiate your loan on the Bank of Israel web site <a href="http://www.boi.org.il/en/BankingSupervision/Data/Pages/ribhahdh.aspx">http://www.boi.org.il/en/BankingSupervision/Data/Pages/ribhahdh.aspx</a></p>		
<b>INDEX LINKED</b>	<b>צמוד למדד</b>	<b>TZAMUD LEMADAD</b>
<p>The pay back amount fluctuates according to the link you have chosen. The advantage of this route is that interest is generally lower than fixed interest rate. Prefer the index linked rate when we estimate that inflation in the economy will be relatively low. This interest is commonly used for mortgages and long term loans. Since the index fluctuates then check once a year the viability of refinancing the loan or mortgage.</p>		