

Lets make some money

Contributed by Sarit Cohen
Monday, 06 August 2007

The correction in the market is the prelude to big profits

Get ready to jump back in Subprime worries have rocked the stock market in the last couple of days. These massive loans that brought in huge profits have run into problems as borrowers with less than perfect credit have been unable to repay their loans. This has caused investors especially those invested in Bank Stocks to cut and run starting a mini-crash in the market. The correction seems to be over. One needs to keep in mind several factors while deciding if it's a good idea to get back into the market in General or the mortgage market in particular. The non prime mortgage market seems to be sound with no mention of default on any loans. There are also many new loans being extended to buyers as the market now is a buyers market as homes in many American cities have gone down in price. In addition to all this interest rates seem to be going down or at the very least staying steady making borrowing money attractive and pumping new life into banking and mortgage companies. As unemployment is still very low and the American economy has been expanding at a 3.2% clip there is really not something serious to worry about. Corrections are historically very good for the market, when they are over huge profits are in the offing. If you have some money and want to make more now is the time.