

# Partially Amortized Loan

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**Definition:** A Partially Amortized Loan is a liability or obligation that is partially amortized while the rest is paid upon the end of the loan term.

**Also Known As:** Balloon Loan

**Example:**

If John took out a mortgage for \$100,000, and \$90,000 was amortized over a period of 30 years, the remaining \$10,000 would be due immediately, in one lump sum, at the end of those 30 years.

Source: <http://beginnersinvest.about.com/od/investingglossary/g/partially-amortized-loan.htm>  
April, 2014