

Name _____

PAYDAY LOANS, CAR TITLE LOANS, PAWN SHOPS, AND RENT-TO-OWN ASSIGNMENT

Directions: After watching the videos or reading the listed articles answer the following questions:

PAYDAY LOANS

http://www.youtube.com/watch?v=d4TqNI9rU_s and <http://www.youtube.com/watch?v=laMGpTykul8>

1. What is a Payday Loan?

2. When are the balances of Payday Loans due?

3. What are the typical fees and interest rates on Payday Loans?

4. What happens if you can't pay back your payday loan in the given time frame?

5. Why do some people say you get "trapped" in Payday Loans?

6. In your opinion, are Payday loans a good or bad way to get a loan? Please explain your answer.

CAR TITLE LOANS

<http://www.youtube.com/watch?v=XSj-BPV47pl>

1. What is a Car Title Loan?

2. What is the typical Car Title Loan amount?

3. When is the balance of a Car Title Loan due?

4. What happens if you can't pay back your Car Title Loan?

5. In your opinion, are Car Title Loans a good or bad way to get a loan? Please explain your answer.

PAWN SHOPS

<http://www.youtube.com/watch?v=t8SYjWVidnU>

1. What does it mean to Pawn?

2. When do people typically use a Pawn Shop as a loan?

3. How long do you have to pay back your loan from a Pawn Shop?

4. How do items end up for sale on the Pawn Shop floor?

5. How does a loan from a Pawn Shop differ from getting a loan at a bank or credit union?

6. In your opinion, are Pawn Shops a good or bad option for a loan? Explain your answer.

RENT –TO-OWN CENTERS

<http://www.moneycrashers.com/rent-to-own-stores-furniture-appliances-computers/> and
<http://allfinancialmatters.com/2007/03/26/renting-furniture-is-a-bad-idea/>

1. What is a Rent-to-Own Centers?

2. What are three things you need to watch for if using Rent-To-Own Centers?

3. How can you make sure you are not paying too much for your items at Rent-to-Own Centers?

4. In your opinion, are Rent-to-Own Centers the best way to purchase items? Explain your answer.
