

Leasing: A Different Kind of Financing

Many customers apply for financing without understanding the difference between the types of financing available. Different types of financing offer unique benefits, so customers should make sure to find the one that's best for them.

Clicklease:

Clicklease financing is not a loan, so we don't charge interest, but we do charge a lease fee at the beginning of the lease that is spread out over each payment. Customers pay a pre-set number of payments and the amount of the payment is the same each month. This makes it easy for customers to calculate their total cost of ownership, but there is no real incentive to pay off early (except with the 5 month early purchase option).

Loans:

Loans let customers borrow money to make a purchase and charge customers interest on the balance until the loan is paid off. They typically require a credit check and will only approve customers with a certain credit score. Once you're signed up, loans offer some flexibility with minimum payments, grace periods or early payoffs. Interest rates vary and there are multiple ways to calculate interest, so it can be difficult to know how much you will pay over the life of a loan.

