

## What's vendor financing?

Vendors of electronic equipment and cars may offer short-term loans to help you finance a purchase. They may even offer interest-free loans for a few months.

- You may be able to spread the purchase price over 6-24 months without incurring any interest.
- To do so you need to make bigger monthly payments than the minimum specified by the vendor, such that you repay the loan in full by the end of its term.