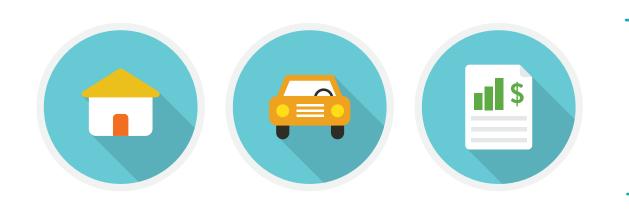
Secured vs. Unsecured LOANS

Loans can either be secured or unsecured, depending on whether or not they're protected by collateral.

Collateral is something valuable that the lender can seize as a form of repayment if the borrower defaults on his or her loan.



Property, vehicles and investments are all common forms of collateral.

SECURED LOAN

- Requires collateral
- Tends to have lower interest
- Usually longer term

UNSECURED LOAN

- No collateral required
- Tends to have higher interest
- Usually shorter term