

SHOPPING FOR AN AUTOMOBILE LOAN USING WEB SITE CALCULATORS

| | |
|----|-----------------------|
| | Total Points Earned |
| 35 | Total Points Possible |
| | Percentage |

Name_____

Date_____

Class_____

Directions: Choose an automobile to purchase. Record the year, type, and price below. Go to www.bankrate.com to research auto loans. Compare five different lenders and complete the chart below. Answer the questions below the chart. Each cell is worth 1 point.

New or used, year, type, automobile price: (4 points)

Down payment (assume 10% of negotiated price): (1 point)

Principal loan amount: (1 point)

| | Lender | APR | Time Period | Monthly Payment | Interest Paid |
|----|--------|-----|-------------|-----------------|---------------|
| #1 | | | | | |
| #2 | | | | | |
| #3 | | | | | |
| #4 | | | | | |
| #5 | | | | | |

Choose and record the best loan option from above. (1 point)

List 3 reasons why the chosen loan would be the best option. (3 points)