

Taking out a loan

Overleaf is a letter from the Cooperative Bank offering Mrs Givusabob a loan. Read it carefully and help her to understand it. Answer the questions below.

According to the loan representative example how much could Mrs Givusabob borrow?

£_____

How long is 60 months? _____ years

How much would she have to pay back every month?

£_____

How much would she pay back in total?

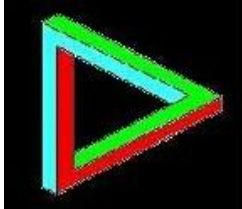
£_____

How much interest would she pay altogether?

£_____

If she takes the loan out in January 2013 and makes the first payment in February 2013, when will the last payment be?

_____uary 20_____



The co-operative bank

Mrs Givusabob
1 High Street
Sheffield
S1 AAA



January 2013

Dear Mrs Givusabob

Our attractive rates could make managing your money easier

We're always looking for ways to help our customers manage their money in a way that's just right for them.

So, with this in mind, we thought you might appreciate this quick reminder that, as a reward for holding our Current Account, you may qualify for the preferential loan rate of 5.5% APR when borrowing between £7,500 to £14,950 and a rate of 12.9% APR on our Clear credit card.

Would you like to know more?

If you'd like to find out more, or discuss whether one of our loans or credit cards could be a practical way of helping you manage your money, please give us a call or pop into your local Co-operative Bank branch. You can find your nearest branch at co-operativebank.co.uk/branch

Yours sincerely

James Calhoun

James Calhoun
Head of Banking Operations

Loan Representative Example

£7,500 over 60 months at a fixed interest rate of 5.46% per annum would result in a representative APR of 5.5% APR, monthly repayments of £143.33 and a total amount payable of £8,599.64.

Credit Card Representative Example

The advance of credit of £1,200 at an interest rate of 12.9% APR variable per annum will result in a rate of 12.9% APR representative/variable.



Call us on
0800 219 219

To apply for a Clear credit card you must be a UK resident, be aged 18 years or more and have a gross annual income of £10,000 or more. The Co-operative Bank reserves the right to decline any application or offer a loan at a rate that differs from those advertised. Loan applicants who are existing Co-operative Bank current account customers and have had their account for over 7 months must be UK residents aged between 18 and 69.

Please call 08457 212 212 if you would like to receive this information in an alternative format such as large print, audio or Braille.

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