

Understanding The Basics



WHAT IS A CAR FINANCE CALCULATOR?

A car finance calculator is a tool to help you better understand what your finance agreement costs may look like. It gives you an idea of how much you might pay.



HOW DOES IT WORK?

You enter some details such as the cost of the car you are looking to buy, the period of time you want the loan to last, and give an idea of your credit score. It then generates an estimate of monthly payments.



PCP VS HP

With PCP finance, you pay only the depreciation of the value of the vehicle. Not its full value. This means the monthly payments will be lower, but you will need to pay a lump sum at the end of the agreement in order to own the vehicle.



HP is a simple and popular option when applying for finance. It involves you hiring a vehicle from a finance company for an agreed time period. During the finance agreement, you will make monthly repayments. At the end of the agreement, the vehicle is yours.

