

Refinance your car?

Have you ever considered refinancing your car? Who does that? Lots of members do and here are some reasons why refinancing a car loan may be right for you. Explore your options and check out some helpful tips on refinancing your vehicle.

Lower your interest rate. If you purchased your car several years ago at a high interest rate you could apply to refinance to get a lower rate. Your payment could be lower plus it decreases the amount of interest you pay on the loan.

Better credit score. Has your credit score improved since you bought your car? With a better credit score, the interest rate may go down after refinancing. This means your payments will be lower and you'll pay less on interest.

Changes with personal finances. If you've had major financial changes or challenges, talk to the experts at U1. Refinancing may improve your personal finances. Did you get a job promotion and make more than you did when you purchased the car? You could refinance your long-term loan to a shorter term. This might increase your monthly payment, but you'll pay off your car sooner and with less interest. Challenges can come to anyone. If you have 36 months to pay off your loan and you refinance to extend your term to 48 or 60 months, you may lower your payments, but could potentially pay more in interest. But, if you're struggling to make your monthly payments, refinancing over a longer term could lower your payment and help keep you from defaulting on the loan.

Before you refi. Check your loan agreement to see if your loan includes any penalties or early termination fees. Your initial auto loan does not have to be from U1 for you to refinance with us. Our 90 Day No Pay offer allows you to save on refinanced auto loans with no payments for the first three months. If you think refinancing your vehicle is right for you, give us a call or stop in your U1 location u1cu.org/anywhere or visit u1cu.org/auto for more information.

All loans are subject to credit approval. Rates, terms and conditions vary based on creditworthiness and amount financed.