

COMPARISON



Financing

- Financing a car means **taking out a loan to buy the vehicle**, which you'll pay off over time.
- **Pros:** Ownership of the car, ability to build equity, no mileage restrictions.
- **Cons:** Higher overall cost due to interest, risk of negative equity.



Leasing

- Leasing is akin to **renting a car for a fixed period**, usually 2-4 years.
- **Pros:** Lower monthly payments, access to newer models, no trade-in hassles.
- **Cons:** No equity buildup, mileage limits, potential fees for excessive wear and tear.



Buying Outright

- This involves **paying the full price of the car upfront without a loan**.
- **Pros:** No interest payments or debt, total ownership, no monthly payments.
- **Cons:** Requires a substantial amount of cash upfront, potential for significant depreciation.