

## Difference between Secured vs. Unsecured loans

## **Audio transcript**

Secured loans are linked to a physical thing that you own – such as your car or home. Unsecured loans aren't linked to physical things, examples are credit cards and personal loans.

They are typically for smaller amounts and at higher interest rates, while secured loans are for larger amounts at lower rates.

You can usually receive the funds from an unsecured loan almost instantly.