

What is a **BNPL**?

Buy Now Pay Later is a type of short-term lending that allows customers to make purchases and pay for them over a period of time. Usually, these repayments are interest free and can be made in 4 instalments (weeks).

COMMON PROVIDERS

- Afterpay
- Zip Pay
- Latitude
- Klarna

DANGERS OF BNPL?

- Missed repayments can affect your credit score, making it hard to borrow in the future.
- Don't make too many purchases at once, even small amounts add up!
- You're less likely to develop healthy saving habits.
- Become reliant on 'cheap' money, creating a debt cycle that is hard to recover from
- BNPL encourages impulse buying with free money, when instead you could save and buy it yourself.

EXAMPLE EXPENSES AND OTHER ITEMS

- **Childrens expenses** – new school shoes, or books and stationery.
- **Work needs** – new work uniform or tools, etc
- **Emergency expenses** – car break down, groceries.

REFERRAL PATHWAY

- First Nations Foundation: My Money Dream - mymoneydream.com.au
- MobStrong Debt Help – **1800 808 488**
- National Debt Helpline – **1800 007 007**
- **13YARN**

Pro tip

Instead of using BNPL, if you can consider saving for a few weeks. This helps to stop impulse buying and allows you to avoid things like interest and fees on your purchases.