

# APR for Payday Advances

<b>Advance Amount</b>	<b>Fee</b>	<b>Total</b>	<b>APR*</b>
\$ 25.00	\$ 4.41	\$ 29.41	459.90%
\$ 50.00	\$ 8.82	\$ 58.82	459.90%
\$ 75.00	\$13.24	\$ 88.24	460.25%
\$100.00	\$17.65	\$117.65	460.16%
\$125.00	\$22.06	\$147.06	460.11%
\$150.00	\$26.47	\$176.47	460.07%
\$175.00	\$30.00	\$205.00	446.94%
\$200.00	\$30.00	\$230.00	391.07%

\*APR: The Annual Percentage Rates above are based on the total fees you would be charged if you received a payday advance every two weeks for a year:

$$\text{APR} = (\text{fee} / \text{advance amount}) \times (365 / \# \text{ days of advance}) \times 100$$

Two important things to know about payday advances and APR:

- 1) Advance Financial is required to state the transaction fee as an Annual Percentage Rate (APR) under Federal Truth in Lending Act requirements and Tennessee law (T.C.A. 45-17-112(b)), even though the transaction is not considered a loan and the fee is not considered interest under Tennessee law.
- 2) Payday advances are not meant to be long-term financial solutions. They should be used for short-term financial needs only.

