Academic Institution

Title

Installment Plans

By

Name

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Location

Date

Installment Plans

LG 56 inch LED television available at Walmart on layaway plan in the category of electronics. The offer is available online only and can be availed on or before May 23, 2019, 12:00 GMT. International shipping of the product is currently not available and valid within United States

Terms and Conditions[[1]](#footnote-1)

1. According to the terms and conditions of Walmart layaway products, any product can be collected when installment of the product is complete
2. The customer can pick only those items which have been clearly mentioned on the list of Walmart layaway list
3. Availability of the product in stock is necessary. Please make sure the product is available before making an order
4. Television is available in only one dimension that is 56 inch and only LG television is available on layaway plan
5. Actual price of the product is 800 US dollars
6. There are three installment plans: 12 months, 6 months and 3 months
7. The company will charge an interest rate of 5% on 12 month plan, 3 % on 6 month plan and there is no interest charged on three month plan
8. The installment has to be made through online payment in first 7 days of the month
9. An extra 2.5 interest will be charged in case of late payment of installment

Rate with duration of installment plan

12 month plan: $800+$40(5%interest on $800) =$840; per month installment = $70 (70×12=840)

6 month plan: $ 800+$24(3% interest on $800) = 824; per month installment = $137.33 (137.33 ×6=$824

3 months plan: $800 + $0(0 interest) = $800; per month installment $ 266.66

These terms and conditions are only applicable for LG 56 inch LED television and may differ for other products available on layaway on Walmart

References

“Layaway - Overview, History, Benefits and Downsides.” *Corporate Finance Institute*. https://corporatefinanceinstitute.com/resources/knowledge/other/layaway/.

1. “Layaway - Overview, History, Benefits and Downsides,” *Corporate Finance Institute*, https://corporatefinanceinstitute.com/resources/knowledge/other/layaway/. [↑](#footnote-ref-1)