

# Financing Your Boat is a Wise Option- Sterling Acceptance Explains Why

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There are several good reasons to finance a boat purchase, including low fixed rates and banks willingly to lend! But there's more - in reality, it may cost you more to pay cash. Sounds crazy, but consider these options for financing versus paying cash:

- \* Free up cash for other investments that may carry a higher interest cost or have a greater return - such as college tuition, business ventures, or liquid investments
- \* The interest expense on the boat loan may be tax deductible as a second home
- \* Check the return on investments - in reality the after-tax interest costs on the boat loan could be less than earnings on investments.
- \* Equity loans on boats are not readily available if cash is needed later - however, it is possible to recoup a portion of the cash price if financing is arranged within 90 days of purchase.