

## Why You Should Use Legal Money Lenders In Singapore

Singapore has long had a problem, which affects much of the Far East. For a person to borrow money, they will often be charged sky-high interest rates. Even licensed money lenders have been charging these high interest rates, which mean that debts are very often impossible for the client to pay off. Unscrupulous lenders will then increase the size of the loan- or the client will go to other lenders- resulting in increased payments and more misery for them. Thankfully, in 2015, the situation changed radically. New rules were brought in, which regulated the Singaporean industry and gave necessary protection to consumers. Before the changes, 20% a month interest rates were the norm- sometimes these rates were even higher. Now, with the new rules, rates are capped at a maximum of 4% per month, so legal money lenders, those licensed by the state, are now a valuable resource, rather than a drain on society. So, quick money is still available, but it is more affordable to the average person.

For all types of financial services, regulation is there to help the consumer and to ensure his rights are protected.. A legal money lender is regulated. He is under the eye of the law. As soon as a borrower steps off that path, he is unprotected by the law and he returns to the bad old days of 20% a month interest rates, or more, and faces loans that can never be repaid. So, a legal money lender provides a service to a consumer, for which he is paid a reasonable rate of interest. Therefore, a consumer enters into a contract, which he understands and agrees to with all the knowledge and information that he needs to make that informed decision. He is able to get his 'quick money', but in a safe and legal way.