

Name: _____

Date: _____

Cosigning a Loan



Suppose that a close friend has asked you to cosign a loan she needs to start up a children's clothing store. You would like to help if you can. However, your friend is currently unemployed, and you are concerned that she will not be able to repay the loan. After much thought, you decide not to cosign the loan.

Write About It

Write a letter to your friend explaining why you have decided not to cosign her loan. In the letter, point out what the consequences to you will be if she is unable to repay the loan.