**Payday Advance. No Credit Check for Unemployed. Is it possible?**

Every person can face a financial problem. He or she is lucky if friendly relatives can give a helping help. But nowadays banks are getting wide popularity among people offering them different kinds of loans.

**Why do Payday Advances Captivate Consumers?**

A payday loan is a short-term unsecured loan where you are eligible to borrow a big sum of money for your needs. Most banks are eager to provide even unemployed people with a payday advance. It is really possible to borrow money for people who do not have work. Lenders attract people by paying attention how easy is to get money. Here are these terms:

* **Making an inquiry about payday advance online.** It means that you have a possibility to fill out an application for the loan using the Internet.
* **Advance payday loans with no credit check.** The lenders do not take into consideration the borrower’s credit history.
* **Bad credit payday advance.** Money is available even though a borrower has a poor credit history.
* **Good repayment conditions**. Banks promises an easy repayment system and competitive interest rates.
* **The process needs minimum documents and no faxing**. All these things hasten the moment of receiving money.
* **Quick monetary support.** It is usually a fast approval of the request to receive money. People can get a loan within 24 working hours.

**Are there any Risks for the Unemployed?**

Everything looks quite tempting and reliable. But there are a lot of disadvantages and hidden details:

* First of all there are too short terms of payday advance. It is even impossible for the unemployed to find money for such a small period of time.
* No credit check doesn’t mean that the borrower should use this possibility to get money. If the person has ever had a problem with repayment it means that the following loan will cause the same problem.
* Payday loans are much more expensive than other kinds of loans. The lenders emphasize the low interest rates and excellent repayment terms only in comparison with other banks just to catch the consumer’s eye. But in general the interest rates are exorbitant. They may go up to 30% and borrowers are to pay promptly on the due date. If not, the interest could kick in, that will complicate the situation of repayment.
* It should be noticed when consumers are applying for an online payday advance, in most cases they do not have to provide any kind of collateral against the money they ask for. The loan lenders are supposed to take on a big risk when providing unemployed people with money. The best way to compensate for the risk is to charge more for the loan.
* If borrowers do not repay the loan at the agreed date, the lender has all rights to report this case to the Credit Reference Agencies. It can cause a bad effect on the borrower’s credit score. For instance it will be more difficult to obtain monetary support in the future for services such as car finance, satellite TV subscriptions, mobile phone contracts and other similar things.
* Unemployed people turn to payday loan in order to solve their financial problems without taking into consideration the fact that they launch a vicious never-ending cycle of debt.
* The consumers may face the problem with security issues. Most payday loan companies work online demanding filling out an online application for the loan. Here it is necessary to give personal information. It is necessary to be very careful here, pay attention to the name of the company and be sure that everything is legal. Otherwise the personal data can work against the borrower.

The borrower should carefully examine all pros and cons of an online payday advance. No credit check, no personal bad credit and availability to get quick money should attract him or her. Personal capacity to pay back within the stipulated time and clear understanding of possible risks should be taken into account in the first place.