

Date _____

**EXPLANATION OF
GUARANTOR'S OBLIGATION**

You _____ (name of guarantor) by signing the retail instalment contract and this document are agreeing that you will pay \$ _____ (total deferred payment price) for the purchase of _____ (description of goods or services) purchased by _____ (name of buyer) from _____ (name of seller).

Your obligation arises only after the seller or holder has attempted through the use of the court system to collect this amount from the buyer.

If the seller cannot collect this amount from the buyer, you will be obligated to pay even though you are not entitled to any of the goods or services furnished. The seller is entitled to sue you in court for the payment of the amount due.

(Signature of guarantor)

NOTICE TO COSIGNER

You are being asked to guarantee this debt. Think carefully before you do. If the buyer doesn't pay the debt, you will have to. Be sure you can afford to pay if you have to, and that you want to accept this responsibility.

You may have to pay up to the full amount of the debt if the buyer does not pay. You may also have to pay late fees or collection costs, which increase this amount.

The creditor can use the same collection methods against you that can be used against the buyer, such as suing you, garnishing your wages, etc. If this debt is ever in default, that fact may become a part of *your* credit record.

This notice is not the contract that makes you liable for the debt.

I have received a copy of this notice.

(Date)

(Signed)