Analysis of Minimum Payments for Client

The below compares an actual consumer's payments under a debt settlement plan with what she would have paid without the plan. The below amortization schedules show for each of her four credit cards the total in minimum payments she would have made assuming no other fees and no increases in interest rates. It also shows the amount applied towards interest, the amount applied towards principal and the outstanding balance remaining.

The results of the comparison are detailed below the amortization charts.

	Minimum payment	Interest	Principal	Balance
	\$314.38	\$196.49	\$117.89	\$15,601.11
2	\$312.02	\$195.01	\$117.01	\$15,484.10
3	\$309.68	\$193.55	\$116.13	\$15,367.97
4	\$307.36	\$192.10	\$115.26	\$15,252.71
5	\$305.05	\$190.66	\$114.40	\$15,138.31
6	\$302.77	\$189.23	\$113.54	\$15,024.78
7	\$300.50	\$187.81	\$112.69	\$14,912.09
8	\$298.24	\$186.40	\$111.84	\$14,800.25
9	\$296.00	\$185.00	\$111.00	\$14,689.25
10	\$293.78	\$183.62	\$110.17	\$14,579.08
11	\$291.58	\$182.24	\$109.34	\$14,469.74
12	\$289.39	\$180.87	\$108.52	\$14,361.21
13	\$287.22	\$179.52	\$107.71	\$14,253.50
14	\$285.07	\$178.17	\$106.90	\$14,146.60
15	\$282.93	\$176.83	\$106.10	\$14,040.50
16	\$280.81	\$175.51	\$105.30	\$13,935.20
17	\$278.70	\$174.19	\$104.51	\$13,830.68
18	\$276.61	\$172.88	\$103.73	\$13,726.95
19	\$274.54	\$171.59	\$102.95	\$13,624.00
20	\$272.48	\$170.30	\$102.18	\$13,521.82
21	\$270.44	\$169.02	\$101.41	\$13,420.41
22	\$268.41	\$167.76	\$100.65	\$13,319.76
23	\$266.40	\$166.50	\$99.90	\$13,219.86
24	\$264.40	\$165.25	\$99.15	\$13,120.71
25	\$262.41	\$164.01	\$98.41	\$13,022.30
26	\$260.45	\$162.78	\$97.67	\$12,924.64
27	\$258.49	\$161.56	\$96.93	\$12,827.70
28	\$256.55	\$160.35	\$96.21	\$12,731.49
29	\$254.63	\$159.14	\$95.49	\$12,636.01
30	\$252.72	\$157.95	\$94.77	\$12,541.24
31	\$250.82	\$156.77	\$94.06	\$12,447.18
32	\$248.94	\$155.59	\$93.35	\$12,353.82
33	\$247.08	\$154.42	\$92.65	\$12,261.17
34	\$245.22	\$153.26	\$91.96	\$12,169.21
35	\$243.38	\$152.12	\$91.27	\$12,077.94
36	\$241.56	\$150.97	\$90.58	\$11,987.36
	\$9,951.0	01 \$6,219.42	\$3,731.63	

MBNA - based on 15% interest

\$254.98	\$206.37	\$48.61	\$9,123.39

2	\$253.63	\$205.28	\$48.35	\$9,075.03
3	\$252.29	\$204.19	\$48.10	\$9,026.94
4	\$250.95	\$203.11	\$47.84	\$8,979.09
5	\$249.62	\$202.03	\$47.59	\$8,931.50
6	\$248.30	\$200.96	\$47.34	\$8,884.17
7	\$246.98	\$199.89	\$47.09	\$8,837.08
8	\$245.67	\$198.83	\$46.84	\$8,790.25
9	\$244.37	\$197.78	\$46.59	\$8,743.66
10	\$243.07	\$196.73	\$46.34	\$8,697.32
11	\$241.79	\$195.69	\$46.10	\$8,651.22
12	\$240.50	\$194.65	\$45.85	\$8,605.37
13	\$239.23	\$193.62	\$45.61	\$8,559.76
14	\$237.96	\$192.59	\$45.37	\$8,514.39
15	\$236.70	\$191.57	\$45.13	\$8,469.27
16	\$235.45	\$190.56	\$44.89	\$8,424.38
17	\$234.20	\$189.55	\$44.65	\$8,379.73
18	\$232.96	\$188.54	\$44.41	\$8,335.32
19	\$231.72	\$187.54	\$44.18	\$8,291.14
20	\$230.49	\$186.55	\$43.94	\$8,247.20
21	\$229.27	\$185.56	\$43.71	\$8,203.49
22	\$228.06	\$184.58	\$43.48	\$8,160.01
23	\$226.85	\$183.60	\$43.25	\$8,116.76
24	\$225.65	\$182.63	\$43.02	\$8,073.74
25	\$224.45	\$181.66	\$42.79	\$8,030.95
26	\$223.26	\$180.70	\$42.56	\$7,988.39
27	\$222.08	\$179.74	\$42.34	\$7,946.05
28	\$220.90	\$178.79	\$42.11	\$7,903.93
29	\$219.73	\$177.84	\$41.89	\$7,862.04
30	\$218.56	\$176.90	\$41.67	\$7,820.38
31	\$217.41	\$175.96	\$41.45	\$7,778.93
32	\$216.25	\$175.03	\$41.23	\$7,737.70
33	\$215.11	\$174.10	\$41.01	\$7,696.69
34	\$213.97	\$173.18	\$40.79	\$7,655.90
35	\$212.83	\$172.26	\$40.58	\$7,615.32
36	\$211.71	\$171.34	\$40.36	\$7,574.96
	:	\$8,376.95 \$6,779.90	\$1,597.06	
Lowes - based on 20%	o interest			
1	\$185.43	\$123.62	\$61.81	\$7,355.19
2	\$183.88	\$122.59	\$61.29	\$7,293.90
3	\$182.35	\$121.57	\$60.78	\$7,233.12
4	\$180.83	\$120.55	\$60.27	\$7,172.85
5	\$179.32	\$119.55	\$59.77	\$7,113.08
6	\$177.83	\$118.55	\$59.27	\$7,053.80
7	\$176.35	\$117.57	\$58.78	\$6,995.03
8	\$174.88	\$116.59	\$58.29	\$6,936.74
9	\$173.42	\$115.61	\$57.80	\$6,878.93
10		¢114 (F	¢ ⊑ 7 . 2 . 2	¢(001 (1
	\$171.97	\$114.65	\$57.32	\$6,821.61
11	\$171.97 \$170.54	\$114.65 \$113.70	\$56.84	\$6,764.77
11	\$170.54	\$113.70	\$56.84	\$6,764.77
11 12	\$170.54 \$169.12	\$113.70 \$112.75	\$56.84 \$56.37	\$6,764.77 \$6,708.39
11 12 13	\$170.54 \$169.12 \$167.71	\$113.70 \$112.75 \$111.81	\$56.84 \$56.37 \$55.90	\$6,764.77 \$6,708.39 \$6,652.49

16	\$163.55	\$109.04	\$54.52	\$6,487.57
17	\$162.19	\$108.13	\$54.06	\$6,433.51
18	\$160.84	\$107.23	\$53.61	\$6,379.90
19	\$159.50	\$106.33	\$53.16	\$6,326.74
20	\$158.17	\$105.45	\$52.72	\$6,274.01
21	\$156.85	\$104.57	\$52.28	\$6,221.73
22	\$155.54	\$103.70	\$51.85	\$6,169.89
23	\$154.25	\$102.83	\$51.41	\$6,118.47
24	\$152.96	\$101.98	\$50.99	\$6,067.49
25	\$151.69	\$101.13	\$50.56	\$6,016.93
26	\$150.42	\$100.28	\$50.14	\$5,966.79
27	\$149.17	\$99.45	\$49.72	\$5,917.07
28	\$147.93	\$98.62	\$49.31	\$5,867.76
29	\$146.69	\$97.80	\$48.90	\$5,818.86
30	\$145.47	\$96.98	\$48.49	\$5,770.38
31	\$144.26	\$96.17	\$48.08	\$5,722.29
32	\$143.06	\$95.37	\$47.68	\$5,674.61
33	\$141.87	\$94.58	\$47.29	\$5,627.32
34	\$140.68	\$93.79	\$46.89	\$5,580.43
35	\$139.51	\$93.01	\$46.50	\$5,533.93
36	\$138.35	\$92.23	\$46.11	\$5,487.81
	\$5,787.82	\$3,858.61	\$1,929.17	
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Providian - based on 20%	interest			
1	\$72.58	\$48.38	\$24.19	\$2,878.81
2	\$71.97	\$47.98	\$23.99	\$2,854.82
3	\$71.37	\$47.58	\$23.79	\$2,831.03
4	\$70.78	\$47.18	\$23.59	\$2,807.44
5	\$70.19	\$46.79	\$23.39	\$2,784.05
6	\$69.60	\$46.40	\$23.20	\$2,760.85
7	\$69.02	\$46.02	\$23.01	\$2,737.84
8	\$68.45	\$45.63	\$22.81	\$2,715.03
9	\$67.88	\$45.25	\$22.62	\$2,692.40
10	\$67.31	\$44.87	\$22.44	\$2,669.97
11	\$66.75	\$44.50	\$22.25	\$2,647.72
12	\$66.19	\$44.13	\$22.06	\$2,625.65
13	\$65.64	\$43.76	\$21.88	\$2,603.77
14	\$65.09	\$43.40	\$21.70	\$2,582.08
15	\$64.55	\$43.04	\$21.52	\$2,560.56
16	\$64.01	\$42.68	\$21.34	\$2,539.22
17	\$63.48	\$42.32	\$21.16	\$2,518.06
18	\$62.95	\$41.97	\$20.98	\$2,497.08
19	\$62.43	\$41.62	\$20.81	\$2,476.27
20	\$61.91	\$41.27	\$20.63	\$2,455.64
21	\$61.39	\$40.93	\$20.46	\$2,435.17
22	\$60.88	\$40.59	\$20.29	\$2,414.88
23	\$60.37	\$40.25	\$20.12	\$2,394.76
23	\$59.87	\$39.91	\$19.96	\$2,374.80
25	\$59.37	\$39.58	\$19.79	\$2,355.01
26	\$58.88	\$39.25	\$19.62	\$2,335.39
20	\$58.38	\$39.25	\$19.62	\$2,335.39 \$2,315.93
21				
28	\$57.90	\$38.60	\$19.30	\$2,296.63

29	\$57.42	\$38.28	\$19.14	\$2,277.49
30	\$56.94	\$37.96	\$18.98	\$2,258.51
31	\$56.46	\$37.64	\$18.82	\$2,239.69
32	\$55.99	\$37.33	\$18.66	\$2,221.03
33	\$55.53	\$37.02	\$18.51	\$2,202.52
34	\$55.06	\$36.71	\$18.35	\$2,184.17
35	\$54.60	\$36.40	\$18.20	\$2,165.97
36	\$54.15	\$36.10	\$18.05	\$2,147.92
		\$2 265 34 \$1 510 2	24 \$755.07	

\$2,265.34 \$1,510.24

\$755.07

	Minimum payments made over 3 years	Interest paid	Principal paid	Balance still owed after 3 years of min payments
Total credit card cost				
after 3 years	\$26,381.12	\$18,368.17	\$8,012.93	\$27,198.05

Analysis of cost of debt sett program

Debt Sett Co Fees Settlements/Offers:	\$5,243.77 assuming 15% flat fee of principal amount of debt
Providian	\$1,200.00
Lowes	\$4,178.00
Chase*	\$4,808.70
MBNA*	\$11,000.00
	\$21,186.70
Total w/fees	\$26,430.47 assuming client accepts all settlement offers obtained
* settlements not accepted by client	

Balance of Debt on 2 settlements not accepted	\$28,000.00
Savings accumulated by consumer but not used on settlements	\$10,000.00 +