

COLLATERAL

Meaning: Collateral refers to an asset or property pledged by a borrower to a lender as security for a loan, which can be claimed if the borrower fails to repay.

1. The bank required collateral to secure the loan for the new business venture.
2. In the negotiation, the parties agreed to use property as collateral for the financial agreement.
3. The company faced significant risks, but they had sufficient collateral to protect their investors.
4. During the auction, he offered his vintage car as collateral to bid on the painting.
5. They were hesitant to lend money without any form of collateral to mitigate their risk.
6. The bank required collateral before approving the loan.
7. She offered her car as collateral to secure the rental agreement.
8. In the event of default, the lender can seize the collateral to recover losses.
9. The company used its assets as collateral for the new investment.
10. Collateral damage was an unfortunate consequence of the military operation.

Source: sentences.whatistheurl.com

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