

ORDER OF PRIORITY IN SOLUTIONS FOR CASH FLOW CRISIS

In emergency situations where families have been evacuated from their homes, many citizens are mobilized, numerous businesses are struggling to operate or not operating at all, and many households are exposed to financial hardships, it is advisable to consider the following recommendations.

In cases where, despite the initial steps mentioned in the document, an inevitable cash flow problem is expected, and you anticipate being unable to cover all expenses, we present several possible solutions. Each solution has different implications and consequences. Examine each solution carefully and make an informed decision.

01 Rights Realization

Different populations have different rights due to the emergency situation. Ensure you've asserted your rights—they are valuable. The website "[Kol Zchut](#)"* (Every Right) can assist with this.

*Unfortunately, isn't available in English at the moment.

02 Reevaluation of Expenses

Review your monthly expenses and check if there are services you are currently not utilizing. If so, explore the possibility of freezing or canceling them with the service provider.

03 Suspension of Savings Deposits

Are you regularly saving? Great! While it creates hope for the future and generates positive interest, during a cash flow crisis, freezing your savings deposits will provide a more cost-effective source of funds compared to using credit lines.

Freeze the deposits and resume them once the situation stabilizes.

04 Use Liquid Assets

Liquid assets are primarily designed to ensure household financial stability. When facing a cash flow crisis, this is the ideal time to use them instead of accumulating debt with high-interest rates from banks.

*If necessary, consider redeeming non-liquid bank savings.

What to Avoid?

Do not make significant decisions without consulting!

Do not make significant decisions without consulting! Education and pension funds are your long-term insurance—do not touch them without consulting an insurance agent and examining the cost of borrowing from the fund. Ask your insurance agent or investment portfolio manager about the costs of redeeming funds and breaking savings (e.g., fines or taxes).



Loan Tips

Suspension of Debt Repayments

Do you have debt repayments that can cover the monthly cash flow gap? Contact the bank or credit company and freeze them for three months.

*Keep in mind that freezing debt repayments or mortgage payments may result in additional costs due to interest and an extension of the loan period, based on the number of months.

Suspension of Mortgage Repayments

If previous actions are insufficient, contact the bank and request the suspension of mortgage repayments. If you have a mortgage with multiple tracks, freeze only the repayment amount that resolves your cash flow problem.

*Be aware that freezing debt repayments or mortgage payments may result in additional costs due to interest and an extension of the loan period, based on the number of months.

Need to Take a Loan? Are you facing financial difficulties and need a new loan?

There are several options and solutions to help you meet your financial commitments. For each solution presented here, carefully review the terms, repayment schedule, and your ability to meet repayments throughout the loan period. Keep in mind that acquiring additional credit carries a high risk of worsening financial struggles, so it is important to seek advice before proceeding. Here are some options:

- 1 Anchored Loan**
Loans with no interest or with subsidized interest rates. See more [here](#)
- 2 Workplace Loan**
- 3 Pension Fund or Training Fund Loan**
consult with your insurance agent
- 4 Bank Loan or Credit Limit Increase**
interest on a loan is preferable to interest on an overdraft

5 Loan from a Credit Company
typically more expensive

6 Family Assistance
only seek help if it is agreeable to all parties involved and won't strain family relations during the repayment period

Beware - The following is not an option!

Grey Market - Be Cautious!

If you receive an offer with very high interest rates, have never heard of the company before, the terms are unclear, or the thought of a delayed payment is already frightening...Stop! Credit should only be obtained from authorized entities under legal conditions.