

Taking Control Of Your Credit (Video Notes)

1. What % of college freshman carry at least 1 credit card? _____
2. What does a credit card do for you?
 - Establish a _____
 - Good resource for _____
 - _____ shopping
3. How many college freshmen out of 5 max out their card by the end of the year? _____
4. How many people ages 20-34 live with their parents due to debt problems? _____
5. What's the difference between a debit and a credit card?

6. Types of Credit
 - Loans (willing to go into debt for)
 - Car
 - Student Loan
 - _____
 - Open-End Credit
 - Credit Card
 - _____
7. Benefits of Credit
 - Starting and building a _____
 - Emergencies
 - Large Purchases
 - Convenience
 - _____
 - Internet shopping
 - _____
8. What is a good "defense" from credit card abuse? _____
9. T/F An employer can review your credit report? _____
10. What is a poor number for a FICO score? _____

11. Debt can cause (list 3):

- _____
- _____
- _____

12. Consequences of Credit Abuse:

- Turned down for a _____
- Unable to rent apartment, buy a home or car
- Turned down for student loans
- Higher _____ rates
- Higher _____ premiums
- Sued
- Creditors calling home or work
- Depression, Family problems
- Bankruptcy

13. Why is a budget important in using credit?

14. You should never use your credit card on (2 things), because they are considered “consumables”.

- _____
- _____

15. T/F You’re likely to get into debt if you can’t differentiate between wants and needs. _____

16. If more than _____% of your take home pay is obligated to non-mortgage debt, you’re probably overextended.

17. Credit card companies charge interest when you don’t pay off the _____.

18. What 3 things you should know before getting a credit card:

- _____
 - _____
 - Balance Transfer
 - Cash Advance
 - _____
 - Variable
 - Default
- Pay cycle
- Terms