






# CREDIT

NAME: \_\_\_\_\_





SCHOOL: \_\_\_\_\_

TEACHER: \_\_\_\_\_

## Types of Credit

-  Installment Loans
-  Student Loans
-  Mortgage
-  Payday / Title Loans
-  Credit Cards
  - Secured
  - Unsecured
  - Store Cards
  - Prepaid

## 5 C's of Credit

-  Capacity \_\_\_\_\_
-  Character \_\_\_\_\_
-  Collateral \_\_\_\_\_
-  Conditions \_\_\_\_\_
-  Capital \_\_\_\_\_

Delayed Gratification = \_\_\_\_\_

Principle + Interest = Loan

## Life is All About Having Choices

- ◇ *The choice to work where you want.*
- ◇ *The choice to pay a lower price.*
- ◇ *The choice to buy your dream car.*
- ◇ *The choice to avoid paying deposits.*
- ◇ *The choice to pay less in interest.*
- ◇ *The choice to make your own decision.*

## Side Effects of Bad Credit

1. High interest rates on your credit cards & loans
2. Credit and loan apps may not be approved
3. Difficulty purchasing a car
4. Difficulty getting approved for an apartment
5. Security deposits required
6. Higher insurance premiums
7. You can't get a cell phone contract
8. Calls from debt collectors all day
9. Difficulty starting your own business
10. You could get denied employment

## Ways to fix it

1. Pay on time every time
2. Reduce overall debt
3. Reduce credit card debt
4. Work out payment plans
5. Build a budget
6. Stick to the budget
7. Love your budget
8. Talk to your local credit union
9. Avoid emotional purchases
10. Pay attention to the small stuff

## Know Your Credit.

Know what's going on with your credit. Get a FREE credit report once a year, no strings attached with [creditkarma.com](http://creditkarma.com)

