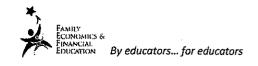


Understanding Credit Cards

	Total Points Earned					
		Name				
26	Total Points Possible					
	Dorgontage	Date				
	Percentage					
		Class				
Dire	ctions: Match the following	words with the correct definition. (1 point each)				
1	Transferring deb	t from one credit card to another	a.	Annual Fee		
2	2Charged if the account balance goes over the credit limit		b.	Annual Percentage Rate (APR)		
3	The maximum ar	nount of charges allowed to an account	c.	Balance transfers		
		g and to an account		Credit Limit		
4 The cost of credi		t expressed as a yearly interest rate	e.	Introductory rate		
F	The ::::::::::::::::::::::::::::::::::::		f.	Late-payment fee		
5 The interest rate account is opene		that may be charged right after a credit card	g.	Over-the-limit fee		
	account is opened		h.	Penalty APR		
6	An interest rate as the prime rat	that may change depending on other factors, such e	i.	Variable-rate APR		
7	A yearly fee that	A yearly fee that may be charged for having a credit card				
8	Charged when a payment by the	cardholder does not make the minimum monthly due date				
9	The interest rate in the credit care	charged on new transactions if the penalty terms d contract are triggered				
Directions: Write a short answer for the following questions:						
10	0. Is a 13% or 18% APR for a	a credit card better? Why? (1 point)				

11. Describes the three main steps in obtaining a credit card. (3 points)



Understanding a Credit Card Statement

	Total Points Earned	Name				
15						
	Parantaga	Date				
	Percentage	Class				
Directions: Refer to the provided credit card statement to answer the following questions.						
	1. What is the current APR for purchases, balance transfers, and cash advances? (3 points)					
2.	What was the total amount of interest charged for this billing cycle? How much of this interest was charged to purchases? How much of this interest was charged to cash advances? (3 points)					
3.	What was the total amount of fees charged for this billing cycle? What were these fees charged for? (2 points)					
4.	Are there any changes to the	terms of the account? If so, what are the changes? (2 po	pints)			
5.	What will happen if the credit (2 points)	card bill is not paid on time this month? How will this a	affect future purchases?			
6.		mum payment of \$53.00 this month and makes no new the new credit card balance during the next billing cyc month? (1 point)				
	How much of the credit limit in points)	s left for this credit card? Can this full amount be charg	ed to the credit card? (2			