

Name _____

Date _____

EVERFI Credit and Debt Module

This module begins with a short 5 question pre-assessment. Record your answers here:

- 1.
- 2.
- 3.
- 4.
- 5.

Self-Reflections on Debt and Credit Cards

What is your Debt Personality? _____

What are the characteristics of this personality?

Introduction to Credit and Debt

What items did Ailani's parents use a credit card to purchase?

- 1.
- 2.
- 3.
- 4.

Having credit cards and paying them off allows you to build your _____ and increase your _____ . That means _____ are willing to lend you money for big purchases.

What items did Ailani's parents likely using loans?

- 1.
- 2.
- 3.

If you can't pay off the money you've _____ on your credit card, you can hurt your _____ and that may make it hard for you to ever get a car or house.

Intro to Credit Cards - Requirements For Your First Card

The three requirements to qualify for a card are _____, having _____ and an _____.

You need to be a minimum of _____ to get a credit card on your own. Before that, you can be an _____ on an adult's card.

You also have to have _____ so lenders know you can pay your _____. If you don't have income, an adult can co-sign or make you an _____ on their credit card.

You may need an established _____. If you don't have a credit score yet, you can apply for a _____, get a _____, become an _____, or apply for a _____ credit card.

Comparing Credit Cards

What are 6 things to consider when you are considering which credit card you want to use?

- 1.
- 2.
- 3.
- 4.
- 5.
- 6.

People may have trouble getting a starter card because they may not have much _____ history. A card that requires a _____ credit score may work in some cases, but for many, a _____ card is a good option. For a secured card, you provide the lender with money to hold and they give you a credit _____ up to that amount. This allows you to build your credit while the _____ doesn't have to worry about you not paying them back.

APR, or _____, is the overall _____ rate, including all the required fees. If you don't pay your _____ in full, interest rates will be charged at this _____ rate. Credit card companies often offer _____ APR rates that _____ to get you to sign up.

A credit _____ or credit _____ is the _____ amount that can be charged to the card. You won't be able to charge more to your credit card until you make a _____ to reduce your balance _____.

Credit cards typically have _____ in addition to the _____ they charge. Many can be avoided. Some fees are _____ fees, _____ fees, _____ fees, _____ fees, and _____ fees.

Lenders don't typically reveal what _____ score is needed to get their credit card, but a _____ score of _____ or higher will usually get you a credit card. _____ credit cards generally don't have _____ requirements.

Some credit cards offer _____ for using them. This could include cash back on everyday purchases like _____, miles for _____, and points to purchase _____. Managing your rewards wisely can lead to _____ for money you already spend.

Selecting a Card

Which card did you select?

The Silver Millennial Secured Card

The Basic Card

Secured Millennial Card

Why?

Credit Score Updates

What are three reasons why it is important to maintain a good credit score?

- 1.
- 2.
- 3.

The _____ your credit score, the _____ you are to pay off your _____.
Lenders see a high credit score as a safer person to _____, and they are
_____ to lend you money.

_____ are the cost for borrowing money. If you have a _____, lenders
may offer you a _____, which lowers your cost of borrowing money.

Apartment complexes may check your credit before allowing you to rent. A
_____ tells them that you will likely pay your rent _____. Having a
higher credit score will help you rent more easily and could give you a _____.

Reading Your Credit Score

Your credit score is usually a number between _____ and _____. Think of your credit score as a
_____ that tells _____ how likely you are to pay your bills on time. While credit
scores can be defined differently depending on the company, in general your score will fall into
one of these ranges below.

Credit Score Ranges-

300 - 579: _____()

580 - 669: _____()

670 - 739: _____()

740 - 799: _____()

800-850: _____()

What five things affect your credit score?

- 1.
- 2.
- 3.
- 4.
- 5.

Making payments _____ will help make your credit score _____. Missing payments or making late payments can _____ your credit score.

Having a lot of debt compared to your credit limit can make your credit score _____.

Regularly paying _____ can help.

Having a _____ of managing credit tends to make your _____.

Having _____ may _____.

Applying for _____ can hurt your credit score. Do your research and consider applying _____ you need.

Maintaining a variety of credit accounts, like _____,

_____, and _____, can help your credit. Just having credit cards may keep your score lower.

What are the three major credit bureaus that report your credit score?

- 1.
- 2.
- 3.

How often can you request a free report? Every _____.

Consequences of Bankruptcy

It can be difficult to get _____, _____, or a _____ because your bankruptcy will be a part of your credit history for _____.

Your _____ can be taken and sold, within limits.

_____ will probably still remain even if you file for bankruptcy.

Filing for bankruptcy may cost you _____ in fees.

What did you learn as you went through the loan shark activity?

- 1.
- 2.
- 3.