

Credit Cards

Name: _____

Date: _____

Teacher: _____

Period: _____

Fill in the blank with a word from the word bank. Words may be used more than once.

a	Annual	APR	back
card	cash	credit	credit
fees	fixed	full	get
good	guardian	history	improve
in	incentives	interest	interest
joint	loan	low	or
parent	payment	payments	percentage
rate	rate	rewards	rewards
stronger			

- 35% of your credit score is made up from your payment history, on-time payments make for stronger credit.
- Bad credit can make it harder to do things like get a loan or rent a home.
- Only paying the minimum amount due will cost you more in the long run because of interest payments.



ANSWER KEY

4. Always paying your bill in full and on time is the best way to avoid interest payments and establish good credit.
5. A good way to start out with good credit is to open a joint credit card with a parent or guardian to help pay off the balance in full every month.
6. While they can be costly if mismanaged, credit cards are a valuable financial tool that may build or improve your credit when used properly.
7. Annual percentage rate is the cost you pay for borrowing money, as expressed by an interest rate applied annually to a loan, such as a credit card.
8. Some credit cards offer incentives or rewards programs such as travel or cash back as an exchange for using the credit card.
9. Some credit cards come with additional fees for things like foreign transaction, balance transfer or late payments.
10. There are many credit cards out there with a variety of features, so it's important to research them and find the right one for you. Some things to consider include: low or fixed APR, a grace period, annual membership or participation fees, customer service, rewards, and security features.

