

Name: _____ Date: _____

Econ Unit 2: Credit and Debt

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| 1. Quick loan you pay for in the future, Charges APR if you carry a balance. | A. Mortgage |
| 2. No APR. Must be paid in full every month. | B. Deficit |
| 3. Indication of creditworthiness. Ranges from 300-850. This can affect your ability to borrow and the interest rate you are charged | C. Equity |
| 4. The state of not being able to pay your debts. | D. Finance Charge |
| 5. Credit that renews each month as long as payments are made. | E. 3 C's of Credit |
| 6. Fixed pool of usable credit. Does not renew | F. Bankruptcy |
| 7. Paying for an asset in manageable monthly payments. Usually involves interest payments. | G. Credit Score |
| 8. Interest stays the same for the duration of the loan. | H. Charge Cards |
| 9. Annual Percentage Rate. How much interest you owe, scaled to one year. | I. Surplus |
| 10. The fee associated with using credit. | J. Debt |
| 11. Liabilities are greater than assets. | K. APR |
| 12. Having a positive budget balance. | L. Credit Cards |
| 13. Having a negative budget balance. | M. Predatory Lending |
| 14. The borrower has an asset that can be seized if the loan is not paid. | N. Line of Credit |
| 15. No asset for lenders to seize if a loan is not paid. | O. Installment Plan |
| 16. Capacity, Character, Collateral | P. Collateralized Loans |
| 17. Fancy name for a home loan. | Q. Variable Interest |
| 18. Lenders that charge usurious amounts of interest. | R. Non-Collateralized Loans |
| 19. The value of ownership in a property | S. Revolving credit. |