Credit & Loans

1. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ credit refers to a one-time loan that will be paid back over a specified period of time, in payments of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.
2. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ is credit as a loan with a certain limit on the amount of money you can borrow for a variety of goods and services.
3. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ are credit cardholders who pay off their balance every month.
4. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ are credit cardholders who do not pay off their balance every month.

Mortgages & Home Buying

1. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – professional estimate of a property’s market value.
2. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – the date and time when the purchase of the house is finalized.
3. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – failure to repay a credit agreement.
4. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – paid by borrower which reduces that amount financed.
5. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – the legal process by which the owner’s rights are terminated.
6. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – a loan to finance the purchase of a house
7. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – a written commitment from a lender that confirms the price of a home that a borrower can afford.
8. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – when lenders conduct business in ways that is illegal or not the best interest of the borrower.
9. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – the money borrowed, not including interest and fees.
10. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ – protects the lender and is usually required if you owe more that 80% of the mortgage.
11. A common disadvantage of buying a home is:
    1. Few financial benefits
    2. Limited mobility
    3. Restrictions on decorating and having pets
    4. Conditions in the lease
12. The amount of a mortgage a person can afford is affected by:
    1. The location of the house
    2. His or Her income
    3. The cost of insurance
    4. His or Her age
13. Five C’s of Credit: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_,

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_& \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Future Value

1. At age 25, Carrie establishes an Individual Retirement Account (IRA). If she invests $4000 per year for 30 years compounded annually and the account earns 7.75% per year, how much will she have in the account at age 55?
2. Citywide Savings offers two-year CDs at 9.13% compounded quarterly. If $500 is deposited, what would be the value of the account at maturity?
3. Johnny invested $60 000 in CitiGroup. He earned 6.5% which is paid quarterly. How much ***interest*** will he earn over 5 years?

Car Buying & Maintenance

1. Match the characteristic with best choice:
   1. Drive the car for more than 5 years - Buy Lease
   2. Credit is poor - Buy Lease
   3. Drive a better car than can afford Buy Lease
   4. Can write off on taxes Buy Lease
   5. Don’t mind continuous car payments Buy Lease

Investments & Saving

1. Types of Investments
   1. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   2. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   3. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   4. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   5. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   6. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
   7. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
2. Types of Bonds: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ & \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
3. Criteria for Selecting a Savings or Investment Product

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_