

Credit Card Quiz

1. How frequently are you entitled to a free copy of your credit report from each of the credit agencies?

- a. Once a month per agency.
- b. Once a year per agency.
- c. Once every two years per agency.
- d. Never—you always have to pay for it.

2. The maximum amount you can carry as the balance on your credit card is called:

- a. Credit Balance
- b. Revolving Debt
- c. Credit Limit
- d. Free Money

3. Paying on time is important. Missing your payment due date can result in additional finance charges and late fees. To help you make payments on time, you can:

- a. Monitor your account with online banking.
- b. Sign up for e-mail alerts.
- c. Sign up for automatic payments to your credit card.
- d. All of the above.

4. Which of the following entities would be interested in knowing your credit score?

- a. Landlord
- b. Home mortgage lender
- c. Car loan lender
- d. All of the above.

5. The Annual Percentage Rate (APR) on your credit card refers to:

- a. The periodic rate, expressed as an annual amount, used to compute the finance charge on an outstanding balance.
- b. The amount of unused credit you have available.
- c. The maximum amount you can carry as the balance on your credit card.
- d. A fee.

Answers
1. b—Once a year.
2. c—Maximum amount is known as your credit limit.
3. d—All of the above.
4. d—All of the above.
5. a—The periodic rate, expressed as an annual amount, is used to compute the finance charge on an outstanding balance.