

VIDEO THREE: WHAT'S A CREDIT CARD?

Were you paying attention? Can you answer the following questions? Watch the video again to check your answers.

Questions:

What is credit?

What's a credit card?

What's the difference between a debit card and a credit card?

Why would you use a credit card? Can you give some examples?

What's a credit limit?

How often do you need to pay the money borrowed on a credit card?

What happens if you don't pay back a credit card on time?

Can you explain what APR, or Annual Percent Rate, means?

Can you explain what your 'credit score' is? Is it better to have a low or a high credit score? Why?

