

**WORD BANK**

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APR=2MI/P(N+1)	Electronic Fund Transfer Act	Loan Scams
Benefits of Using Credit	Equal Credit Opportunity Act	Mortgage
Capacity	Fair Credit Billing Act	MP=(P+I)/N
Character	Fair Credit Reporting Act	Payday Loans
Collateral	Fair Debt Collection Practices Act	Pyramid Scams
College Financial Aid Scams	Financial Institutions	Rent-to-Own
Credit Repair Schemes	I=PRT	Risks of Using Credit
Credit Report	Identity Theft	Truth in Lending Act

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1. \_\_\_\_\_ Purchasing merchandise in this way usually costs 2 to 5 times as much as purchasing the goods from a department store or appliance store.
2. \_\_\_\_\_ The formula for calculating monthly payments on a loan.
3. \_\_\_\_\_ A loan that is used to purchase a house.
4. \_\_\_\_\_ Illegal scams where companies offer to consolidate all of your loans into one ... for an upfront fee.
5. \_\_\_\_\_ Illegal scams where businesses offer to “erase” any negative items on your credit report for an upfront fee..
6. \_\_\_\_\_ Law that requires that creditors disclose the cost of credit in simple terms; protects against unauthorized use of credit cards if they are lost or stolen; also requires that if a business advertises one credit feature, it must mention all other credit terms.
7. \_\_\_\_\_ Formula for Annual Percentage Rate.
8. \_\_\_\_\_ Formula for simple or add-on interest.
9. \_\_\_\_\_ A law that governs the activities of credit reporting bureaus and creditors.
10. \_\_\_\_\_ These illegal scams can be disguised as games, buying clubs, chain letters, mail order operations, or multi-level business opportunities.
11. \_\_\_\_\_ Illegal scams where a company promises to get you scholarships for an upfront fee.

12. \_\_\_\_\_ When somebody uses your social security number or other personal information to open up accounts in your name.
13. \_\_\_\_\_ Allows a person to get cash until payday with no credit background check. It is a legal loan and it can help some people in an emergency.
14. \_\_\_\_\_ These include: helping people acquire assets, helping people lead happier lives; helping people in an emergency.
15. \_\_\_\_\_ A law that provides consumer protection to people who use ATM and debit cards.
16. \_\_\_\_\_ Misusing credit can make it hard for people to get credit in the future; people may use too much credit in relationship to their income.
17. \_\_\_\_\_ These are compiled by one of the three credit bureaus in the country to keep track of your credit payment history.
18. \_\_\_\_\_ One of the 3Cs of credit; relates to whether you have the ability to repay the loan.
19. \_\_\_\_\_ These include banks, savings and loans, credit unions, and consumer finance companies – places where you can obtain credit.
20. \_\_\_\_\_ A law that forbids collection agencies from using threats, harassment, or abuse to collect debts.
21. \_\_\_\_\_ One of the 3Cs of credit; relates to whether you possess the honesty and reliability to pay credit debts.
22. \_\_\_\_\_ A law that requires that all consumers will be given an equal chance to receive credit.
23. \_\_\_\_\_ A law that requires creditors to mail your bill at least 14 days before payment is due. It establishes procedures for correcting billing errors on your credit card accounts.
24. \_\_\_\_\_ One of the 3Cs of credit; represents your assets that could be sold to pay off your loan in the event that you are unable to do so; serves as a type of insurance for the creditor.