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Module 7

1. Pick examples of debt that may be necessary for most people from the choices below. Answer _____

trip.

d. A and above.

2. Why is carrying a balance on a credit card considered a bad idea?

Answer _____

a. Because of the high interest rate.

b. Because if you make a late payment, the credit card company may raise your interest rate to around 20% APR.

c. Because the credit card company would be able to repossess your car if you stopped making payments on your credit card.

d. A and above

3. Why are business locations sometimes hard to find?

find.

b. Because they are very expensive.

c. Because the loan activity is not reported to the credit reporting agencies.

d.