

“When You Turn 18: Preparing Students for Financial Success” Academy
(High School)
Credit Teacher Questions

1. Bad credit history goes away after 5 years. Is this true or false?

Answer: False

2. A statement that has information about your credit activity and current situation is known as a...

Answer: Credit Report

3. The Federal Equal Credit Opportunity Act prohibits discrimination based on sex, marital status, age, or race when it comes to credit and borrowing. Is this true or false?

Answer: True

4. Name one potential pro or positive aspect of having a credit card if used responsibly.

Answer: (Pick 1) Buy now and pay later, unexpected expenses, increasing credit score, rewards such as cashback

5. Other than (insert answer from question), what is another potential pro of having a credit card?

Answer: (Pick 1 other than last answer) Buy now and pay later, unexpected expenses, increasing credit score, rewards such as cashback

6. Name one of the three main credit-reporting agencies.

Answer: (Pick 1) Equifax, Experian, or Transunion

7. What is collateral?

Answer: An item a lender accepts as security for a loan that a lender may keep it if not paid back

8. My credit card was stolen! What should I do now?

Answer: Report it to the bank or credit card company immediately.

9. Name one potential con or negative aspect of having a credit card and not using it responsibly.

Answer: (Pick 1) paying more over time/interest, debt, damage credit score

10. Other than (insert answer from last question), what is another potential con of having a credit card?

Answer: (Pick 1 other than last answer) paying more over time/interest, debt, damage credit score