

Name: _____

Worksheet #1

Date: _____

Directions: Visit the following website: <https://www.bankofamerica.com/credit-cards/education/what-is-debt-to-income-ratio.go> While viewing the site think about the following and write your answers below.

1. What is debt to income ratio?

2. What is the DTI used for?

3. What is the usual standard applied to decide if you are loan worthy?

a. What does the first number represent? _____

b. What does the second number represent? _____

4. What does the acronym PITI stand for?

View this website and define the following terms. <http://www.creditcardcritic.com/advice/glossary.htm>

1. Annual Fee _____

2. Finance Charge _____

3. Minimum Payment _____

4. Balance Transfer _____

5. Billing Cycle _____

6. APR _____

7. Grace Period _____

8. Late Payment Fee _____

9. Classic Card _____

10. Gold Card _____

11. Platinum Card _____

12. Rebate Card _____

13. Secured Card _____

14. Unsecured Card _____

15. Cash Advance _____