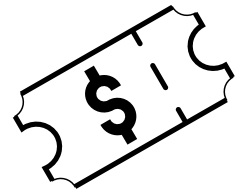




NAME: _____

The Credit Score: Your Ticket to the Financial World



When you become an adult, you have a credit score of zero. It is important to build your score so that you interact with the financial world.

Part 1: The Importance of Having Good Credit

By yourself, or with a partner, list four reasons why it is important to have an excellent credit rating.

Vocabulary

Credit Rating/Score:

an estimate of the ability of a person or organization to fulfill their financial commitments, based on previous dealings.

Interest Rate:

the amount a lender charges a borrower and is a percentage of the principal—the amount loaned.

The top four reasons to get a great credit score.

Reason #1

Reason #2

Reason #3

Reason #4

Part 2: The Dangers of Bad Credit

By yourself, or with a partner, list four dangers of not having an excellent credit rating.

The top four reasons to get a great credit score.

Reason #1

Reason #2

Reason #3

Reason #4



Part 3: Building Credit: Credit Cards

Research at least 3 Credit Card Providers. List them below

1. Look at the application. What information does the credit card ask you for in order to give you a card?

2. Look at the interest rate. Do you think the interest rate on the credit card is worth getting it and establishing a credit rating?

3. If interest rates are so high on credit cards, why do people use them? (Are there any rewards, offers, or benefits for using the card?)

Resources

Links

Credit Reports and Scores

<https://www.canada.ca/en/financial-consumer-agency/services/credit-reports-score.html>

What credit score do you start with in Canada

<https://financialpost.com/moneywise/what-credit-score-do-you-start-with-in-canada-13>

How do credit cards affect your credit score? <https://www.transunion.ca/credit-card>

Videos

CREDIT SCORE IN CANADA - Explained (For Newcomers & Beginners)

<https://www.youtube.com/watch?v=xxwmaQNPf24>

How to Build and Improve Credit Score in Canada – New Immigrant Credit Score Explained

<https://www.youtube.com/watch?v=7QcbDhGp4PY>

THE TRUTH ABOUT CREDIT SCORES IN CANADA

<https://www.youtube.com/watch?v=Ezgr6qC38BY>

What Is A Credit Score in Canada? | 5 Factors Based on Determining Your Credit Score

<https://www.youtube.com/watch?v=sMRWfrcjKL8>

