|  |  |  |  |
| --- | --- | --- | --- |
|  | Card #1: | Card #2: | Card #3: |
| Credit Limit |  |  |  |
| Annual interest rate |  |  |  |
| Daily Interest Rate (Annual interest rate/365) |  |  |  |
| Minimum Payment Schedule |  |  |  |
| Transaction fees |  |  |  |
| Annual Fees |  |  |  |
| Other features (ex: air miles, points) |  |  |  |

**Questions:**

Find a car for sale at one of the local dealerships. Assume your credit card has a limit big enough to buy it.

1) What car did you buy?

2) What dealership did you buy it from? How much does it cost?

3) Use the website <http://itools-ioutils.fcac-acfc.gc.ca/CCPC-CPCC/CCPCCalc-CPCCCalc-eng.aspx> to learn how much interest you will pay on one of the credit cards when paying off your car by various means.

Play around with the calculator until you find a payment scheme that you think you could afford.

4) Look at the three options (A, B, C). What stands out to you when you read this data?

5) Why do you think making the minimum payment on credit cards leads so many people into crippling debt?

6) What other “saving strategies” can you take to save money when using credit cards?