

1. Maria wants to buy a laptop but doesn't have enough money right now. She decides to borrow money from the bank. What vocabulary term describes her ability to borrow money?

A) Interest  
B) Debit  
C) Credit  
D) Savings

Correct Answer: C

2. Jamal has a part-time job and some savings. The bank wants to know if he can repay a small loan before approving it. Which "C" of credit is the bank evaluating?

A) Character  
B) Capacity  
C) Collateral  
D) Capital

Correct Answer: B

3. Priya has always paid her bills on time and responsibly. She applies for a credit card. Which "C" of credit is the bank looking at here?

A) Character  
B) Capacity  
C) Collateral  
D) Credit limit

Correct Answer: A

4. Luis wants a loan to buy a car. The bank asks if he has something valuable they can claim if he doesn't pay back the loan. Which "C" of credit is this?

A) Capacity  
B) Character  
C) Collateral  
D) Capital

Correct Answer: C

5. A bank checks a three-digit number to see how likely Ella is to repay borrowed money. What is this number called?

A) Interest rate  
B) Credit score  
C) Minimum payment  
D) Loan balance

Correct Answer: B

6. Kevin is worried that someone might try to open a new credit card in his name, so he asks the Credit Reporting Agencies (Transunion, Equifax and Experian) to block access to his credit report.

- A) Credit report
- B) Identity theft
- C) Credit freeze
- D) Loan protection

Correct Answer: C

7. Mia owes \$200 on her credit card. The bank tells her the smallest amount she can pay this month is \$25. What is this called?

- A) Interest
- B) Minimum payment
- C) Late fee
- D) Balance transfer

Correct Answer: B

8. Noah buys groceries and pays directly from his bank account using a card instead of cash. What type of card is he using?

- A) Credit card
- B) Gift card
- C) Debit card
- D) Prepaid card

Correct Answer: C

9. When borrowing money from a bank, Jason has to pay extra money in addition to the amount he borrowed. What is this extra charge called?

- A) Deposit
- B) Balance
- D) Interest
- C) Budget

Correct Answer: C