

# Instructions for Workshop Leader

**Use these slides (in order) with the sections of your session outline**

Welcome and Overview (Slides 2–4)

Activity (Slides 5–8)

Present (Slides 9–12)

Discuss (Slide 13)

Review and Evaluate (Slides 14–20)

Close (Slide 21)



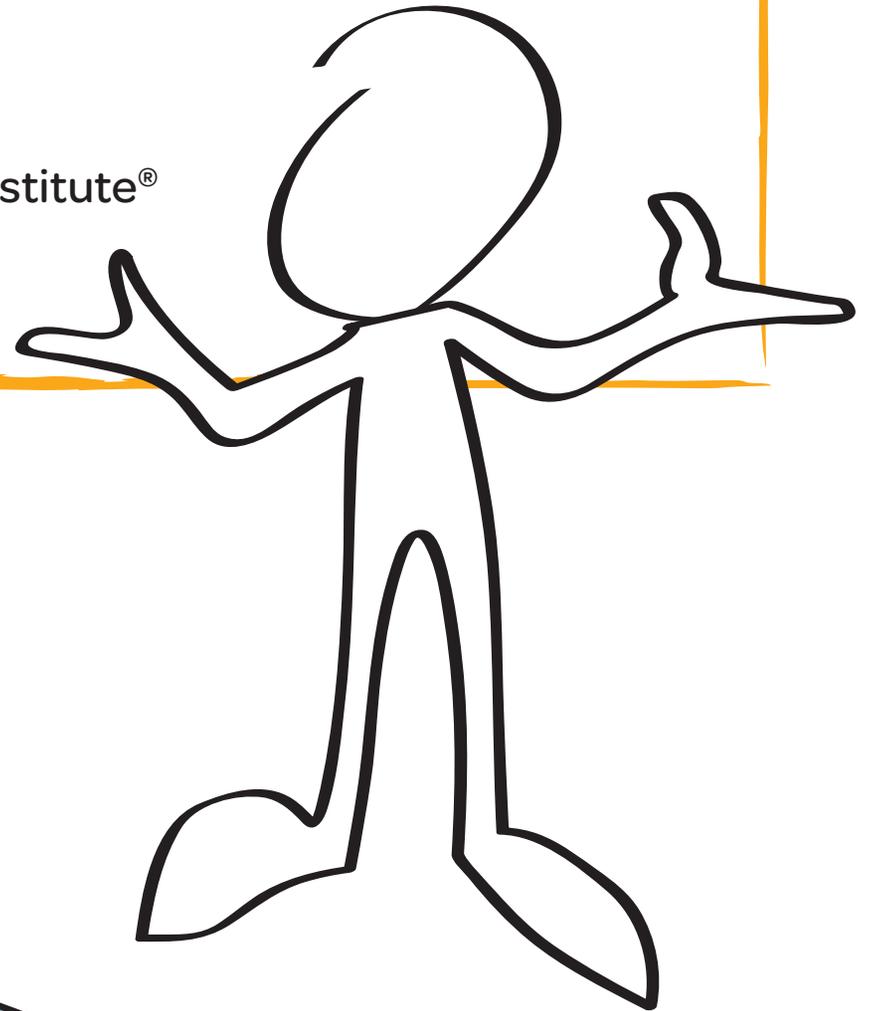
**Borrow Well**

# Welcome to Bank It

## Understanding Credit

1-BO-PE

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# Welcome and Overview

## What is Bank It?

Bank It delivers real-world topics and tools to help you:

- Understand your money,
- Talk about your money, and
- Manage your money.

From Capital One and Search Institute

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# Welcome and Overview

## Three goals for today:

1. Explain why using a credit card is a form of borrowing.
2. Identify the types of credit adults commonly use.
3. Name how many credit cards the average American credit card holder has.



# Activity

**Take the pretest**



#1-BO-E



# Activity

**What is the definition of credit?**



# Activity

## What is the difference between buying with cash and buying with credit?

1. With cash, you pay the amount now. With credit, you promise to pay the amount later.
2. With cash, you have to have enough money to pay for the entire purchase.
3. If you do not pay your credit card bill on time, you will be charged a late fee.



# Activity

## Good or Not So Good?



# Present

## What is an advantage to using credit well?

1. You can build a positive credit history.
2. You can improve your credit score.



# Present

## What is true about credit cards?

Answer: Using a credit card is a form of borrowing.



# Present

## What are common ways adults use credit?

- Department store credit cards
- Mortgage loans
- Bank credit cards
- Installment loans
- Auto loans



# Present

**How many credit cards does the average American credit card holder have?**

Answer: 3.5 credit cards



# Discuss

**Turn to talk to someone near you.**

1. Say your first name.
2. Talk about what people in your family say about using credit cards well.



# Review and Evaluate

## What is the definition of credit?

Answer: Credit is the ability to borrow money that must be paid back at a later date.



# Review and Evaluate

## What is the difference between buying with cash and buying with credit?

1. With cash, you pay the amount now. With credit, you promise to pay the amount later.
2. With cash, you have to have enough money to pay for the entire purchase.
3. If you do not pay your credit card bill on time, you will be charged a late fee.



# Review and Evaluate

## What is an advantage to using credit well?

1. You can build a positive credit history.
2. You can improve your credit score.



# Review and Evaluate

## What is true about credit cards?

Answer: Using a credit card is a form of borrowing.



# Review and Evaluate

## What are common ways adults use credit?

- Department store credit cards
- Mortgage loans
- Bank credit cards
- Installment loans
- Auto loans



# Review and Evaluate

**How many credit cards does the average American credit card holder have?**

Answer: 3.5 credit cards



# Review and Evaluate

**Take the posttest**



#1-BO-E



**Close**

**When we learn about credit, we can learn to use credit well.**



#1-BO-E

