**Extra Credit**

**Directions:** Answer the following questions about credit cards to the best of your ability. Enter your response, True or False, in the blank to the right of each question.

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| **Question** | **ANSWER: TRUE OR FALSE** |
| 1. All credit card companies charge an annual fee and offer rewards. |  |
| 2. The interest rate, or fee for paying off credit card debt in monthly instalments, can be as high as 30 percent. |  |
| 3. All credit cards charge the same annual fees and interest rates. |  |
| 4. Credit card companies send pre-approved offers in the mail only to those people who have good credit scores. |  |
| 5. If you don't pay your credit card bills, your credit score goes down. This affects your ability to make purchases such as cars or homes. |  |
| 6. The fine print on a credit card agreement, which outlines interest rates, late payment fees, and annual fees, can be changed at any time by the credit card company. |  |
| 7. The average Australian owes about $3,000 in credit card debt. |  |
| 8. There are approximately 16 million credit cards in use in Australia.  |  |