Print and cut up one copy of this sheet and have students randomly choose one of the credit scores.

757	840	800	730
708	696	700	704
682	665	670	674
648	625	635	642
604	594	601	612
526	513	535	547
830	717	683	657
501	550	520	709
649	702	770	507

Name _____ Date _____ Period ___

How Much Will You Pay?

Pretend want to buy a used car and you are applying for a three year (36 month) car loan for $10,000. Based on the credit score that you selected from the random drawing, fill in the information chart and answer the questions that follow.

Credit Score	APR (Annual Percentage Rate)	Monthly Payment	Total Payments	Total Interest
720 - 850	3.87%			
690 - 719	4.13%			
660 - 689	6.23%			
620 - 659	8.39%			
590 - 619	10.67%			
500 - 589	14.98%			
Below 500	Loan Denied			

1. What is the A.P.R .on your car loan? _____ %

2. What is the monthly payment? $_____
   (Hint: Multiply your A.P.R. x $10,000.)

3. Determine your *total payments* and write it in the chart.
   (Hint: Multiply your monthly payment x 36 months.)

4. Determine the total amount of interest you will pay over the life of the loan and write it in the chart.
   (Hint: Subtract $10,000 from your total payments.)

5. Find a partner with a different credit rating. What is the difference between your monthly payment

   and theirs? $ _____

6. List at least five factors that could lower your credit rating and raise the amount of interest you pay

   each month.

   _____

   _____