Credit Card Calculations

1. Use this website to calculate: <http://itools-ioutils.fcac-acfc.gc.ca/CCPC-CPCC/CCPC-CPCC-eng.aspx>

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|  |  | ***How long would it take you to pay off? What is the total amount (including interest) you would have paid?*** | | | | | | | |
|  | **Interest rate** | **Minimum monthly payment of $10 / 3%** | | **Minimum monthly payment + $5** | | **Fixed monthly amount of $100** | | **Fixed monthly amount of $200** | |
| $500 | 19.99% | \_6yrs, 8\_mths | $ 865.23 | 3\_yrs, 8\_mths | $696.29 | \_yrs, 6\_mths | $526.55 | \_yrs, 3\_mths | $515.36 |
| $750 (cell phone) | 19.99% | \_9yrs, 2\_mths | $ 1.427.38 | 5\_yrs, 3\_mths | $1.141.60 | \_yrs, \_9mths | $807.87 | \_yrs, 4\_mths | $781.02 |
| $5000 (used car) | 19.99% | 20\_yrs, 11\_mths | $10.983.91 | 14\_yrs, 11\_mths | $9.971.11 | 4\_yrs, 2\_mths | $7.357.06 | 2\_yrs, \_1mths | $6.132.29 |
| $5000 (tuition payment) | 19.99% | 20\_yrs, 11\_mths | $10.983.91 | 14\_yrs, 11\_mths | $9.97.11 | 4\_yrs, 2\_mths | $7.357.06 | 2\_yrs, \_1mths | $6.132.29 |

1. Give 2 reasons why a credit card would benefit you.

-Credit card make easy to pay when I have pay money the things.

-We don’t have to bring a lot of money.

1. Name 2 common mistakes people make with credit cards.

-Getting too many

-Misunderstanding introductory rates

1. Give 2 reasons why people having credit cards benefit the banks/providers.

-Many people use to online shopping that can’t not buy cash.

-It feels better than bring cashes.

1. Use this website to compare credit cards: <http://itools-ioutils.fcac-acfc.gc.ca/STCV-OSVC/ccst-oscc-eng.aspx>

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|  | **Credit Card #1** | **Credit Card #2** | **Credit Card #3** |
| ***NAME OF CARD*** | BMO IGA AIR MILES MasterCard | CIBC Aventura VISA Card | TD Cash Back Visa\*Card |
| ***BANKING INSTITUTION*** | BMO | CIBC | TD |
| ***TYPE OF CARD (Ex. Visa, Mastercard, etc.)*** | Mastercard | Visa | Visa |
| ***ANNUAL FEE*** | no | no | no |
| ***INTEREST RATE*** | Purchase: 19.9900%  Cash advance: 22.9900%  Balance transfers: 22.9900% | Purchase: 19.9900%  Cash advance: 22.9900%  Balance transfers: 22.9900% | Purch: 19.9900%  Cash advance: 22.9900%  Balance transfer: 22.9900% |
| ***PERKS/BENEFITS*** | N/A | For more details about other benefits that are offered for additional fees, check with CIBC. | Earn 1% in Cash Back Dollars on Grocery Purchases, Gas Purchases and Regularly Recurring Bill Payments - $5,000 spend cap per category. Earn 0.5% in Cash Back Dollars on all other Purchases. |

Which card do you prefer and why? Explain in multiple sentences your reasoning.  
  
\_\_I think TD Cash Back Visa\*Card is good to use buy some grocery, gas and cash back because I can use this card every day when I go outside to buy somethings in store.  
Which card do you **NOT** prefer and why? Explain in multiple sentences your reasoning.  
  
\_\_I think BMO IGA AIR MILES MasterCard is not prefer because there is no benefits to use credit card.\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_  
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