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% | 6 yrs, 8 mths | $865.23 | 3 yrs, 8 mths | $696.29 | 0 yrs, 6 mths | $526.55 | 0 yrs, 4 mths | $515.36 |
| $750 (cell phone) | 19.99% | 9 yrs, 2 mths | $ 1.427.38 | 5 yrs,3 mths | $1.141.60 | 0 yrs, 9 mths | $807.87 | 0 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,1 mth | $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, 1 mth | $6.132.29 |

1. Give 2 reasons why a credit card would benefit you.
* The credit card is comfortably used instead of bringing cashes.
* It is possible to use money outside of Canada
1. Name 2 common mistakes people make with credit cards.
* People usually makeminimum only payments
* People usually to report your lost or stolen credit card
1. Give 2 reasons why people having credit cards benefit the banks/providers.
* People need to pay more than the original payment.
* There are always paying interests.
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 SPC CashBack MasterCard | Capital One® Aspire Travel™ Platinum Mastercard® | TD Rewards Visa\* Card |
| ***BANKING INSTITUTION*** | BMO Bank of Montreal | Capital One Bank | The Toronto-Dominion Bank |
| ***TYPE OF CARD(Ex. Visa, Mastercard, etc.)*** | Mastercard | Mastercard  | Visa |
| ***ANNUAL FEE*** | First card: No feeSecond card: No fee | First card: No feeSecond card: No fee | First card: No feeSecond card: No fee |
| ***INTEREST RATE*** | Purchase: 19.9900 %Cash advance: 22.9900 %Balance transfers: 22.9900 % | Purchase: 19.8000 %Cash advance: 19.8000 %Balance transfers: 19.8000 % | Purchase: 19.9900 %Cash advance: 22.9900 %Balance transfers: 22.9900 % |
| ***PERKS/BENEFITS*** | Personal: Not requiredHousehold: Not required | Mastercard, Every day and Travel BenefitsPersonal: Not requiredHousehold: Not required | Personal: Not requiredHousehold: Not required |

Which card do you prefer and why? Explain in multiple sentences your reasoning.

I prefer Capital One® Aspire Travel™ Platinum Mastercard®. I like the design of this card and it also has no fee to use. In addition, I can get some benefits if I go to travel and I prefer Mastercard.
Which card do you **NOT** prefer and why? Explain in multiple sentences your reasoning.

I do not prefer TD Rewards Visa\* Card. Honestly, there is not lots of difference from other cards but I prefer Mastercard so I do not prefer it.