

## Personal Finance Vocabulary Cloze

Fill in the blanks with the vocabulary items listed above each paragraph:

limit	cash advance	debt	pay back
default	funds	purchase	interest
afford			

### Credit Cards



Credit cards are a convenient way to \_\_\_\_\_ goods. They also come in handy when you have a shortage of \_\_\_\_\_. If you need a little extra money for the weekend, you can take out a \_\_\_\_\_.

In spite of these benefits, credit card \_\_\_\_\_ can also cause

serious problems for people. People spend more than they can \_\_\_\_\_ . And because of the high \_\_\_\_\_ on money borrowed, the credit card debt becomes harder and harder to \_\_\_\_\_ . Eventually, some people are forced to \_\_\_\_\_ on their payments. This is why credit card companies put a \_\_\_\_\_ on the amount that people can borrow.

Credit risk	Mortgage	Savings	credit evaluation
afford	co-sign	Default	

### Mortgages



Most people don't have enough in \_\_\_\_\_ to purchase a house so they take out a house loan, which is called a \_\_\_\_\_. Before you get a mortgage, the bank will do a thorough \_\_\_\_\_ to make sure you can \_\_\_\_\_ the loan. If the bank feels you are a \_\_\_\_\_ they may ask you to find somebody else to \_\_\_\_\_ your

mortgage. This person will be responsible to pay your mortgage if you \_\_\_\_\_.