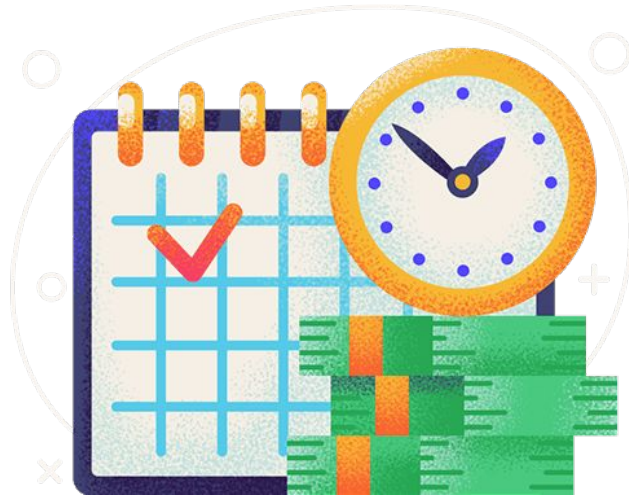


Types of Credit

SAFA Financial Literacy Lesson

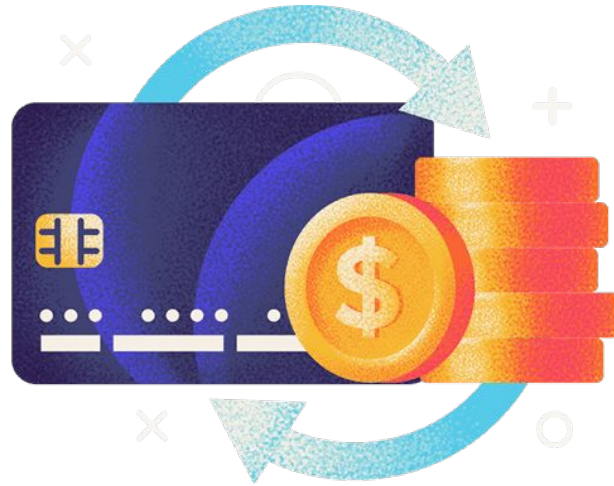
Installment credit

Installment credit is essentially a loan for a determined amount of money. A designated number of monthly payments with varying payments are made. A few examples of installment credit are mortgages, auto loans, student loans, and personal loans.



Revolving Credit

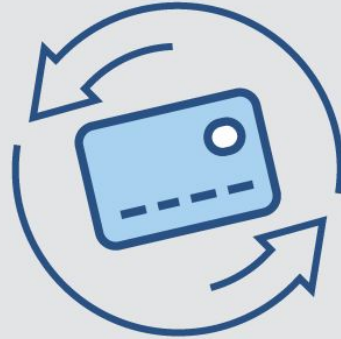
Revolving credit is a line of credit which allows for you to use a certain designated amount of money and repay it numerous repeated times. The best example of revolving credit is credit card loans.



Open Credit

Open credit is a loan in which you can repeatedly withdraw money up until a limit, after which you must repay the money before the payments are due (end of the period). Some examples of open credit are Utilities Accounts and Charge Cards.

**WHAT IS
OPEN-END
CREDIT?**



Open Credit



Different Types of Credit