# Activity: Good and Bad Uses of Credit

Directions:

For each situation below, mark (X) if you think this is a good reason to borrow money. If you did not mark an X, explain why you think the situation is not a good reason to use credit.

[ ]  1. Taking out a $5,000 student loan for college tuition.

[ ]  2. Charging dinner and movie tickets during a night out with your friends.

[ ]  3. Buying a laptop that’s on sale using the store’s financing program.

[ ]  4. Getting a loan to pay your credit-card bills.

[ ]  5. Charging repairs to get your car running again.

[ ]  6. Borrowing cash from a friend to buy some magazines.