

# Key Terms & Glossary for the Innovation Sprint: Credit Card Delinquency Challenge

Term	Full Form	Meaning / Explanation
<b>NII</b>	<i>Net Interest Income</i>	The difference between interest earned from loans and interest paid on deposits. It reflects a bank's core lending profitability.
<b>NFI</b>	<i>Non-Interest Income</i>	Income earned from fees, commissions, and other non-lending activities — e.g., card fees, transaction charges, advisory income.
<b>DPD</b>	<i>Days Past Due</i>	The number of days a borrower's payment is overdue. Used to track delinquency — e.g., 0 DPD (on-time), 30 DPD, 60 DPD, etc.
<b>Utilisation %</b>	<i>Credit Utilisation Ratio</i>	The percentage of available credit limit currently being used by the cardholder. High utilisation often signals credit stress.
<b>Roll Rate</b>	<i>Delinquency Transition Rate</i>	The percentage of accounts that move from one delinquency bucket (e.g., 30 DPD) to the next (e.g., 60 DPD). Key for predicting default risk.
<b>Min-Due Behavior</b>	<i>Minimum Payment Pattern</i>	Tracking whether customers pay only the minimum due amount each cycle — an early indicator of financial strain.
<b>Merchant Mix Index</b>	<i>Spending Category Profile</i>	A ratio showing the share of spending across categories (e.g., essentials vs. discretionary). Sudden changes may indicate risk behavior.