

- 1- Checking A/C → Like an A/C for daily trans
- 2- Savings A/C → Like FD, Term, Deposits
- 3- Credit Card → We all know, its available for business as well
- 4- LINE of CREDIT (LOC) → Given on your checking A/C, allows you overdraw with a fee and int
- 5- HELOC - Home Equity Loan.
- 6- Mortgage → A loan that can be availed by pledging home or commercial prop as coll
- 7- Overdraft → Given on your checking A/C allows you to over draw with a fee and int. Slight different than LOC mentioned earlier in terms of approval and fees. Overdraft can be given on saving A/C it helps you increase your credit score.

REVOLVING CREDIT → Is a group name or banking term of 3 4 & 5 above line items

Your Revolving Credit utilization combined plays an important role when loans are approved.

$$CC + LOC + HELOC = \text{Revolving Credit}$$

Debt Consolidation :- A process of bringing all your high interest debts like CC, LOC, HELOC and taking a personal loan since it has lower interest.

Delinquency :- Nothing but you missed payment on LOC, CC, HELOC, mortgage etc --- Its measured on instances.
30 days, 60 day 90 days.

So if you miss paying and pay after deadline within 30 days its called "30 day Delinquency"
if after 60 days "60 - - - - -"
if after 90 days "90 - - - - -"

COLLECTIONS - If you do not pay even after 90 days A/c gets moved to collection where you will be hounded for money.

ENQUIRIES - The no of time you have knocked at a bank door step asking for loan is recorded on your credit report. More Enquiries means you are desperate and have a habit of frequent borrowing.