

# WORKSHOP 6: SUMMARY

In this section, we learned about credit: how it works, common terms, and what credit reports and credit scores are and why they are used.

We also learned what to do if your credit card is lost or stolen, some pros and cons of credit, how credit card interest rates work, and how to develop healthy credit habits.

Then, we explored how much credit is *too much* and the steps a person can take to pay down their credit card(s). We also learned about a few different beginner credit card options for building or rebuilding credit.

Next, we learned about loans. We discussed why people take out loans and their pros and cons. We also learned about some common terms used in loan contracts and how to calculate the interest rate on a loan.

Finally, we explored the definition of predatory lending and the warning signs of those types of loans. We learned some ways to avoid these loans and what to do if you are already engaged in a loan that is predatory.