

Finance Charges

Name _____

Find the unpaid balance, the finance charge, and the new balance to the nearest cent.

Last Balance	\$456.78	\$500	\$78.56	\$320.50	\$68.94	\$234.98	\$546.34	\$236.86	\$100
Payments	\$200	\$500	\$25	\$300	\$60	\$150	\$0	\$200	\$10
Unpaid Balance	$456.78 - 200 =$ <u>\$256.78</u>								
Annual Percentage Rate (APR)	17%	24%	22.75%	18.25%	7%	14%	21.5%	22%	18.99%
Monthly Percentage	$17 \div 12 =$ <u>1.42%</u>								
Finance Charge	$256.78 \times 1.42\% =$ <u>\$3.65</u>								
New charges for the month	\$280	\$400	\$86	\$240.45	\$340.23	\$430.34	\$456.32	\$189.45	\$134
New and Final balance for the month	$256.78 + 3.65 + 280$ <u>= \$540.43</u>								

What is the best practice to avoid paying high finance charges?