

Ask Commerce: Credit Scores

Video Transcript

Do you really know your credit score? A credit score is a three-digit number that can mean a lot when it comes to your financial future. So, what is it exactly, and why does it matter so much? Let's break it down.

A credit score above seven hundred is good. Anything over eight hundred, that's excellent. But if you're below six hundred, it might be tougher to get approved for loans or lead to higher interest rates. So, how's this number calculated?

It's all about how you've handled your finances. Things like paying bills on time, how much debt you have, and how long you've been using credit. Checking your credit report is easy and free. You can get a free credit report from each of the three credit bureaus every year.

By checking one every few months, you can stay on top of your credit and keep track of your financial health. At the end of the day, your credit score affects more than just loans. It can impact your rent or even a future job opportunity. So, take control, check your credit report, and keep your score in good shape.

Check the link in our bio to get started today. And if you have a question about credit cards, loans, or other financial topics, ask Commerce in the comments.