

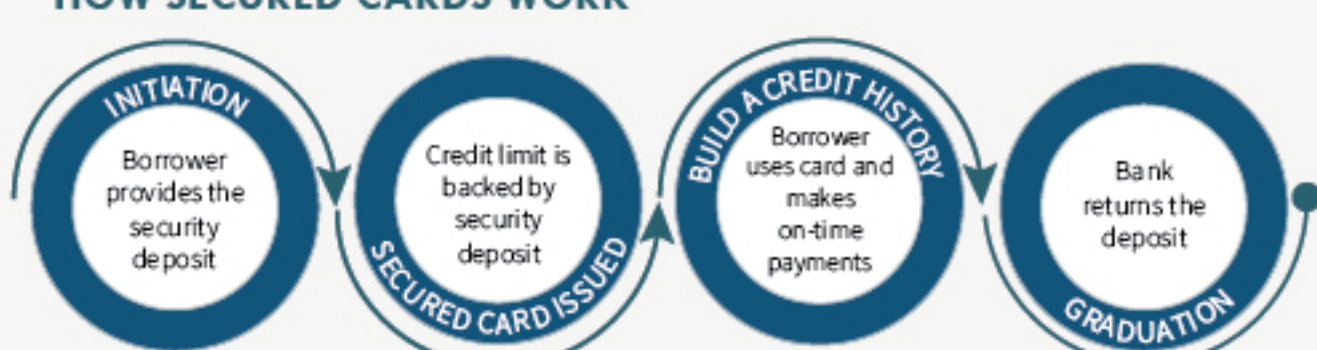


CONSUMER FINANCE INSTITUTE

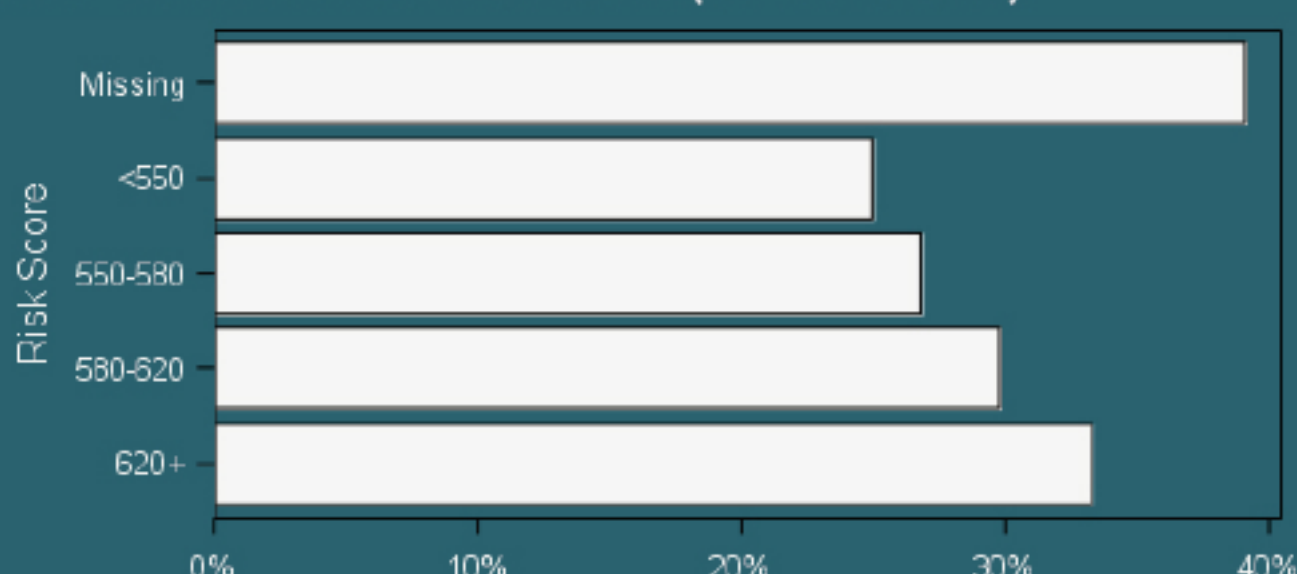
SECURED CREDIT CARDS & GRADUATIONS



HOW SECURED CARDS WORK



TWO-YEAR GRADUATION RATES (2016 COHORT)



Source: Author's calculations in Santucci (2016) using data contained in the FR Y-14M.

HOW TO GRADUATE

- ✓ Stay active – Don't put the card in a drawer; people who use the card move up
- ✓ Pay off the balance in full each month
- ✓ No late payments – Make sure to pay on time every month
- ✓ Avoid going over limit by monitoring purchases

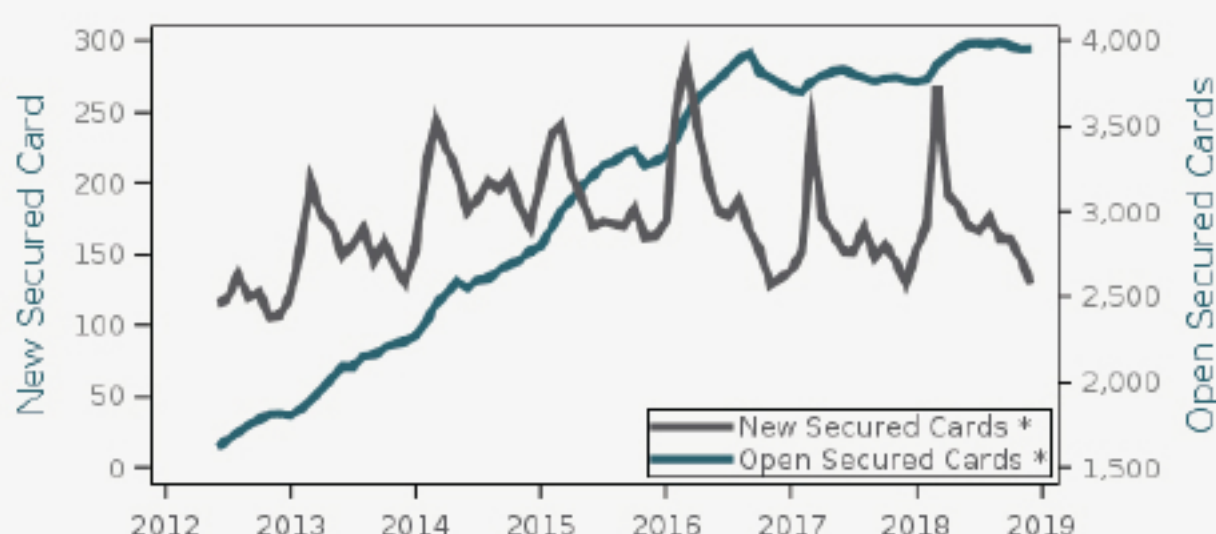
WHO USES SECURED CARDS BY CREDIT RISK*



*Excludes people with no credit score.

Source: Author's calculations in Santucci (2016) using data contained in the FR Y-14M.

TRENDS IN THE SECURED CARD MARKET



*In thousands.

Source: Author's calculations using data contained in the FR Y-14M.