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## Words To Know: Buying a Used Car

### (Basic / Beginning)

Teacher: Edit this handout to include only the 6-8 words you need or want to emphasize with your learners.

<b>Word</b>	<b>Example Sentence</b>
annual percentage rate (APR)	The annual percentage rate, or APR, calculates all the costs to borrow money for one year.
as is	If you buy a car as is, you will be responsible for any repairs.
Buyers Guide	The Buyers Guide tells you important information about the car.
dealer	A dealer often sells both new and used cars.
dealership	A dealership may offer extended warranties on cars it sells.
down payment	If you make a down payment, you can lower your monthly costs.
extended warranty	An extended warranty may cost extra.
financing	Compare the cost of financing from a dealership to the cost of a loan from a bank or credit union.
inspect	Get a mechanic to inspect the car before you buy it.
lender	A lender gives loans, or financing for large purchases.
manufacturer	The manufacturer is the company that makes the car.
portion	The dealer may pay a portion of repair costs if you find a problem.
pre-approve	A lender can pre-approve a loan so you know how much you can spend.
promise	Get all promises in writing from the dealer.
recall	Manufacturers recall cars when they find safety problems.
service contract	A service contract costs extra.
trade in	If you trade in, you give the dealer your old car in exchange for a new one.
vehicle history report	A vehicle history report can tell you if a car has been in an accident.
vehicle identification number	The vehicle identification number is unique to every car.
warranty	A warranty covers certain repair costs and services.