

Paying off debt

Using the snowball method

1. List all your debt from the smallest balance to the largest.
2. Commit to pay the minimum payment on every debt.
3. Review your budget to find anything extra you can use to go towards your debt.
4. Pay the minimum payment plus the extra amount towards the smallest debt until it is paid off.
5. Once a debt is paid in full, add the old payment from the first debt to the minimum payment on the second smallest debt - that will be your new payment amount for the second smallest debt. Repeat the process until all debt is paid in full.



Debt A
Monthly R50



Debt B
Monthly R50



Debt C
Monthly R50



Debt D
Monthly R50



Debt A
Monthly R50 + R50



Debt B
Monthly R50



Debt C
Monthly R50



Debt D
Monthly R50



Debt A
Monthly R50



Debt B
Monthly R50 + R100



Debt C
Monthly R50



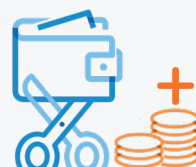
Debt D
Monthly R50



Debt A
Monthly R50



Debt B
Monthly R50



Debt C
Monthly R50 + R150



Debt D
Monthly R50



Debt A
Monthly R50



Debt B
Monthly R50



Debt C
Monthly R50



Debt D
Monthly R50 + R200