

MULTIPLE CREDIT CARDS

THE STRATEGIC PAYOFF SYSTEM

\$10,800 Total Debt Example

YOUR CARD INVENTORY

STORE CARD \$2,000 22.99%	REWARDS \$5,000 18.99%	OLD CARD \$800 15.99%	CASH BACK \$3,000 24.99%
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CHOOSE YOUR STRATEGY

AVALANCHE Highest Interest First

Order: **1** (24.99%) **2** (22.99%) **3** (18.99%) **4** (15.99%)

TOTAL INTEREST **\$2,890** PAYOFF TIME **34 mo** ✓ **SAVES MOST**

SNOWBALL Lowest Balance First

Order: **1** (\$800) **2** (\$2,000) **3** (\$3,000) **4** (\$5,000)

TOTAL INTEREST **\$3,150** FIRST WIN **Month 3** ✓ **FASTEST WIN**

THE 4-STEP SYSTEM

- 01 LIST** Balance, APR, minimum
- 02 CHOOSE** Avalanche or Snowball
- 03 TARGET** Extra to ONE card only
- 04 ROLL** Add payment to next

CRITICAL INSIGHTS

NEVER skip minimums—late fees (\$40) + penalty APR (29.99%) destroy progress

Keep paid cards OPEN—closing hurts your credit utilization ratio

Extra payments go to ONE card only—spreading them wastes money

0% balance transfers: 3% fee vs 20%+ interest = \$1,500+ savings

THE HYBRID APPROACH

Quick wins + maximum savings: Pay off any card under \$1,000 first (momentum), then switch to avalanche (highest rate) for remaining cards.

SMALL WINS → HIGH RATES