4 TIPS FOR MANAGING YOUR DEBTS

1. Understand the types of your debt
   - Secured Debt: backed by collateral
     - Home Mortgages
     - Car loans
   - Unsecured Debt: no collateral backing
     - Credit card loans
     - Student loans
     - Medical bills

2. Understand the priorities
   - Prioritize the debts that will have the most serious consequences if you don’t pay them.
   - In general, secured debts have higher priorities than unsecured debts.
   - Evaluate the debts based on the interest rate or account balance.

3. Always pay on time
   - Always make your loan payments on time and pay at least the minimum amount due.
   - This helps you to pay down debt faster, save on interest expenses, and may improve your credit score.

4. Monitor your credit regularly
   - Review your credit reports regularly to ensure they are accurate.
   - Always know the balances, interest rates, and terms of your loans.
   - Know your credit limits: keep your utilization ratio lower than 30%. (Current credit balance/Total credit limit)

Questions to ask yourself:
- Do you have trouble managing your debts?
- What kind of debts do you have?
- Do you know which debt you should pay off first?
- Do you pay your loans on time?
- Do you regularly check your credit reports?
- Do you know your credit limits?