

# Debt Snowball Strategy Guide

## What is the Debt Snowball Method?

The debt snowball method is a debt reduction strategy where you pay off debts in order of smallest to largest, gaining momentum as each balance is paid off.

## How It Works:

1. List your debts from smallest to largest.
2. Make minimum payments on all your debts except the smallest.
3. Pay as much as possible on your smallest debt.
4. Once the smallest is paid off, roll its payment into the next smallest debt.
5. Repeat until all debts are paid.

## Why It Works:

This method gives you quick wins and boosts motivation by eliminating individual debts faster. It builds positive momentum like a snowball rolling downhill.

## Tips for Success:

- Stay consistent with your payments.
- Avoid accumulating new debt.
- Use a budget to track spending.
- Celebrate small victories to stay motivated.