

**Title:**

Consolidation Loan - A Good Way To Clear Your Debts

**Word Count:**

468

**Summary:**

Being bogged down with a large number of high interest debts can become very depressing, and in many cases can be financially crippling leaving you with very little disposable income at the end of each month.

**Keywords:**

Consolidation Loan, Clear Your Debts

**Article Body:**

Being bogged down with a large number of high interest debts can become very depressing, and in many cases can be financially crippling leaving you with very little disposable income at the end of each month. In addition to this, dealing with this sort of debt can mean that you will be making repayments to a wide range of creditors, thus making financial management more difficult, and can mean that over the term of the debts you pay an absolute fortune in interest on higher interest debts such as credit and store cards.

There is a way to reduce the hassle associated with managing a high number of debts, reduce the interest that you have to pay overall, reduce your monthly outgoings, and even to expedite repayment of your total debt, and this is through a low rate consolidation loan. A consolidation loan is a loan that is designed to pay off your smaller debts, leaving you with just one convenient repayment to make each month, one creditor to deal with, and one creditor to whom you have to pay interest.

When you have an array of different debts going to a wide range of creditors it can be difficult to stay focused, and losing track of your debts - and even missing repayments - becomes an increased risk. This in turn can adversely affect your credit rating and leave you repaying your debts for many years to come and getting pretty much nowhere with them, particularly with debts such as credit and store cards on which you may only be making minimum repayments.

On the other hand, having one loan to repay with a set repayment that you make each month can be far easier to handle. When you have just one repayment to concentrate on you can be far more focussed with your debts, and you will know

exactly when the debt will be cleared and what your repayment will be each month. In addition, you can also look at putting more money towards the debt if and when you have spare cash, which becomes more difficult if you have a wide range of debts that you are trying to keep on top of.

When you consolidate your existing debts using a low rate consolidation loan you could find that you are able to get yourself out of debt more quickly. This is because you may find yourself making repayments for twenty or thirty years on a relatively modest balance on a credit or store card if you are simply making the minimum repayment to keep afloat. However, with the set repayments on a consolidation loan you can choose a repayment period to suit you and enjoy the peace of mind that you will be free of your debts at the end of the selected repayment period.