

How A Balance Transfer Can Be Beneficial

Credit card offers are showing up in our mailboxes on a daily basis. Some of the offers are good and some bad but if you have a lot of credit card debt it may be worth it to consider the offers advertising a zero percent balance transfer.

Depending on how long the promotion offer lasts you may be able to save money on interest. Many of the offers are advertising for up to 18 months zero interest. Chase has a great offer for 15 months <https://www.clipsit.net/www-get-chase-slate-com/>.

If you do the math the lower interest rate compared to the interest rate you have now will ultimately save you hundreds of dollars over the next 15 to 18 months. You will have the opportunity to reduce your debt faster as all of your payments will go to the principal.

The goal when transferring a balance from one credit card to another is to potentially pay off the entire debt before the promotional period ends. Of course the new credit card issuer is banking on you not doing that but it's your job to prove them wrong.

This may also be your chance to move from a credit card that has bad terms to a newer card that has better benefits. The new balance transfer card may offer rewards, less expensive fees and penalties, or even a shorter grace period. You will have to weigh the pros and cons.

By moving your debts to one credit card with a low interest rate you eliminate a lot of the hassle that goes with paying bills. All of your debts on one bill is better than many different bills. It's easier to manage your debts when it's only one bill to be concerned with.

You will need to be sure when you utilize the low interest balance transfer that at the end you continue to manage your credit card balance well so you won't get back into the same situation.