

Interest Working Against You

Money

The same mathematics as savings, running in the other direction.

£2,000 balance, minimum payments only, by rate.

APR	Roughly	Interest paid
0%	Term of the offer	£0
9% personal loan	3 years	~£290
19% credit card	Many years	Substantial
29% store card	Longer still	Very substantial
1,000%+ payday	Weeks	Extreme

Clearing debt at 20% is equivalent to a guaranteed 20% return, tax-free. Almost no investment offers that with certainty.