







# Debt Forgiveness In Canada:What Are Your Options?aa

If you have experienced being in debt, you will knowthat it can feel like a never-ending spiral. Nobodyever plans on being in debt, but high-interest ratesand missed payments can quickly stack up.

The good news is that there are solutions for beingin debt in Canada. While there are no direct government debt relief programs, there are plenty ofsupport and credit counselling services.

Whether you are seeking student debt forgivenessor credit card forgiveness in Canada, there is alwaysa way to get help.

This article will discuss debt forgiveness in Canadaand your options if you find yourselfburdened withdebt.

## Key Takeaways

- Some of the best strategies to get out ofdebt are to consolidate your debt, create a budget, request a lower interest rate, andjoin debt management programs.
- The government's debt relief programsinclude consumer proposals, bankruptcy declarations and the student debtforgiveness program.
- You can consolidate your outstanding debtbalances to a single, low-interest creditcard with interest rates that are as low as 8.99%.

## How to Get Out of Debt

### Consolidate Your Debt

One of the best solutions for debt forgiveness inCanada is to consolidate your debt. What is debt consolidation? Debt consolidation is when youcombine all of your debts into just one convenient payment, ideally with a lower interest rate.

The simplest way to consolidate your debt is to takeout a [personal loan](#) or [line of credit](#) to pay off youexisting debts. Once they are paid off, you can thenfocus on just repaying this new single form of debt.

### Create a Budget

More often than not, a spending budget can help to keep your finances in check. For a lot of Canadians, it is not a saving problem. It is a spending problem. Spending more than you earn is a recipe for your debt to compound rapidly.

By creating a budget, you can cut down on money going out and focus more on putting that money toward paying down your existing debt.

### Request a Lower Interest Rate

For some people, this might seem like a last-resort option. Calling the creditor directly andasking for a lower interest rate can provide much-needed breathing room for your debt.

