By employing effective credit management practices, you can help your business bring in the revenue it earns. Yet even the most prudent strategy can’t eliminate all risk. Fortunately, there’s a tool that helps – credit insurance.

A credit insurer provides an unmatched depth of information about the health of your buyers and covers you in case of an unexpected loss.

You took on a new customer who appeared to have huge potential. But 90 days later, you find yourself waiting for the invoice to be paid and wondering if it will ever arrive. Sound like a familiar scenario? Late payment and payment default situations like these happen with alarming frequency – it’s critical to the financial health of your company to minimize them. So how can you mitigate this risk?

**9 Tips for Improving Customer Credit Management**

**READ OUR 9 TIPS BELOW**

**Tip 1** Research Your Clients Before Signing Contracts

**Tip 2** Clearly Document, Terms and Conditions

**Tip 3** Make Sure Customers Sign Receipts for Products and Services

**Tip 4** Bill Quickly After Delivery

**Tip 5** Call Customers on or before Invoice Due Dates

**Tip 6** Establish a Reminder Process

**Tip 7** Document and Communicate Your Process to the Entire Organization

**Tip 8** Regularly Review Updated Financial Information Without Bias

**Tip 9** Set Ambitious Goals and Actions

**Late Invoices**

| NET 30 | 50% |
| NET 60 | 45% |
| NET 90 | 35% |

bankruptcies among small and medium-sized businesses occur due to customers that default on their invoices

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Download our full list of credit management practices here, or learn more about credit insurance by visiting [www.eulerhermes.us](http://www.eulerhermes.us).