

The MAGIC of Compound Interest

Do you spend \$10 per week on piddlyjunk? Imagine what it would be worth if you started saving and investing it instead?

$$\text{\$10} \times 52 \text{ weeks per year} = \text{\$520}$$

If you put that \$10 a week away (invested it) for 50 years (from age 15-65), at the average interest rate of return for the stock market (10%), guess how much money you would have at age 65? What would you have with a 12% return on your investment?

\$167,083

\$1,200,000

\$756,979

\$26,000

\$1,709,453

Write your answer here (10%): _____

Write your answer here (12%): _____

It's Magic!