

# UNLOCK THE SECRETS OF SAVING AND INVESTING!

Are you curious about how to make your money work harder for you? As the CEO of VSU FCU, I'm here to help you understand the difference between simple interest and compound interest and why it matters for your savings and investments.

To put it plainly, simple interest earns interest only on the initial amount or principal. It's straightforward but often less lucrative in the long run.

Compound interest earns interest on both the initial principal and the accumulated interest. This means your money grows exponentially over time... it's a game changer!

If you want to enjoy the benefits of smart financial planning and peace of mind, start with a credit union savings account. Let your money start working for you!

## **Simple Interest**

You invest \$1,000 at an annual rate of 5% for 3 years. At the end of the term, your investment earns \$150 in



interest.

## **Compound Interest**

You invest \$1,000 at an annual interest rate of 5%, compounded annually for 3 years. At the end of the term, your investment earns \$157.63 in interest. That's the beauty of compounding! Don't let your money sit idle, invest in your future! Contact us today to open your savings account.