Annual Compounding At Various Rates

The following table illustrates the effect of \$100,000 compounding annually at various years and rates.

| <u>Years</u> | <u>At 1%</u> | <u>At 2%</u> | At 3% | <u>At 4%</u> | <u>At 5%</u> |
|--------------|--------------|--------------|---------------------------|--------------|---------------|
| 5 | 105,101 | 110,408 | 115,927 | 121,665 | 127,628 |
| 10 | 110,462 | 121,899 | 134,391 | 148,024 | 162,889 |
| 15 | 116,096 | 134,586 | 155,796 | 180,094 | 207,892 |
| 20 | 122,019 | 148,594 | 180,611 | 219,112 | 265,329 |
| 25 | 128,243 | 164,060 | 209,377 | 266,583 | 338,635 |
| | | | | | |
| <u>Years</u> | <u>At 6%</u> | <u>At 7%</u> | <u>At 8%</u> | <u>At 9%</u> | <u>At 10%</u> |
| 5 | 133,822 | 140,255 | 146,932 | 153,862 | 161,051 |
| 10 | 179,084 | 196,715 | 215,892 | 236,736 | 259,374 |
| 15 | 239,655 | 275,903 | 317,216 | 364,248 | 417,724 |
| 20 | 320,713 | 386,968 | 466,095 | 560,441 | 672,749 |
| 25 | 429,187 | 542,743 | 684,847 | 862,308 | 1,083,470 |
| T 7 | A . 110/ | A . 100/ | A + 120/ | A . 1 40 / | 4 . 1 50 / |
| <u>Years</u> | At 11% | At 12% | At 13% | At 14% | At 15% |
| 5 | 168,505 | 176,234 | 184,243 | 192,541 | 201,135 |
| 10 | 283,942 | 310,584 | 339,456 | 370,722 | 404,555 |
| 15 | 478,458 | 547,356 | 625,427 | 713,793 | 813,706 |
| 20 | 806,231 | 964,629 | 1,152,308 | 1,374,348 | 1,636,653 |
| 25 | 1,358,546 | 1,700,006 | 2,123,054 | 2,646,191 | 3,291,895 |
| Years | At 16% | At 17% | At 18% | At 19% | At 20% |
| 5 | 210,034 | 219,244 | $\frac{228,775}{228,775}$ | 238,635 | 248,832 |
| 10 | 441,143 | 480,682 | 523,383 | 569,468 | 619,173 |
| 15 | 926,552 | 1,053,872 | 1,197,374 | 1,358,952 | 1,540,702 |
| 20 | 1,946,075 | 2,310,559 | 2,739,303 | 3,242,942 | 3,833,759 |
| 25 | 4,087,424 | 5,065,782 | 6,266,862 | 7,738,807 | 9,539,621 |
| 23 | 7,007,727 | 5,005,702 | 0,200,002 | 1,130,001 | 7,557,021 |

Benjamin Franklin said about compounding: "Money makes money. And the money that money makes, makes money."

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