

Answer Key A Penny Saved

Vocabulary Match

Answer Key:

1–b, 2–c, 3–a, 4–d, 5–e, 6–f, 7–g

Savings Scenarios

1. $800 \times 0.04 \times 5 = \160 ® Total = \$960

2. $1200(1 + 0.05)^3 = \$1,389.15$

3. $72 \div 6 = 12$ years

4. \$1,000 grows to \$1,343.92

Final Assessment

Answer Key:

1. Interest earned on both the original money and the accumulated interest.

2. $2000 \times 0.05 \times 4 = \400

3. $72 \div 8 = 9$ years

4. Because you earn interest on your interest, so money grows faster.

5. Answers vary (examples: emergencies, retirement, education, travel).