

Money 101: Interest Rates

Interest Rates: Interest is a way to grow your money over time.

Interest is the extra money earned when you leave your money in a bank account. (*Interest is also charged when money is borrowed which means when money is borrowed, more money is paid back.*)

- 1 Why would somebody deposit money into a bank?
- 2 Find out what the interest rates are at different banks/financial institutions.
- 3 If you put \$100.00 in the bank for a year and the annual interest rate was 5%. At the end of the year, you would have \$105.00. With the different interest rates you have seen, what bank would you put \$100.00 in and how much would you make if your money was in that bank for 1 year?

