

One of the most

powerful tools for investors is compound interest.

Despite its seemingly complex nature, compound

interest operates on a simple and highly effective principle.

Earning interest on your interest.

For example, let's say you save \$100 in the first year.

If you save \$100 at 10% interest, you will have \$110.

In the second year, you earn another 10%, not just on the original hundred,

but also on the \$10 gained in the first year, giving you \$121.

the benefit of compound.

Interest is that it accelerates over time.

Initially small, the growth becomes significant.

Similar to a snowball effect.

are some tips to take full advantage of compound interest.

Start early.

Early savings.

Have more time to grow regular contributions.

Consistent savings boost compound interest benefits.

Reinvest earnings.

Keep earnings  
invested to grow the principal.

But understanding this simple concept,  
you can maximize your financial growth

and work  
towards a more secure financial future,