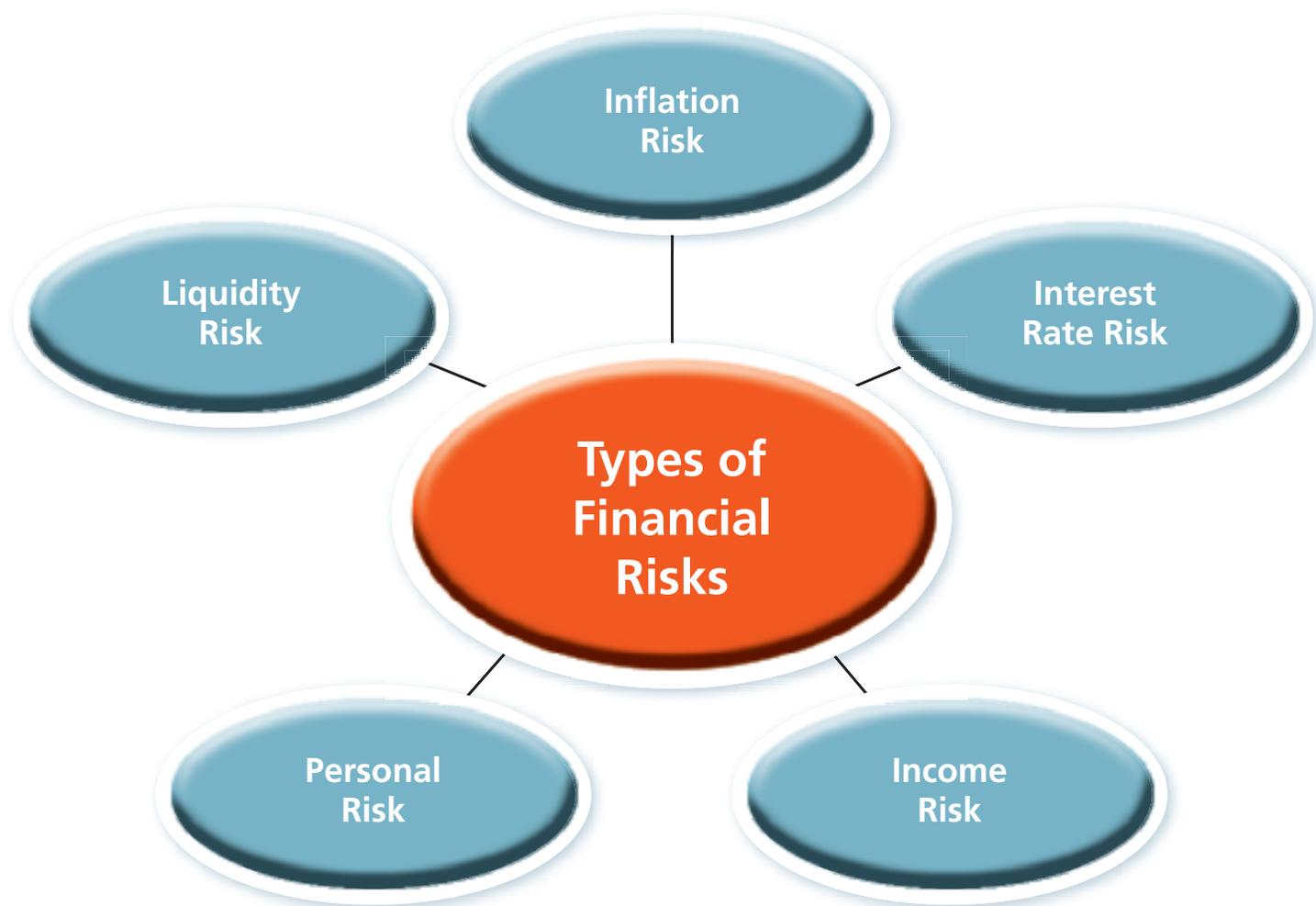


PERSONAL FINANCIAL PLANNING

Be Aware of the Risks

When you make certain financial decisions, you need to be aware of the potential risks associated with each decision you make—or do not make.



PERSONAL FINANCIAL PLANNING

The Time Value of Money

When you understand how different types of deposits earn interest over time, you can make informed financial choices.

Concept	Definition
Future Value of a Single Deposit	The amount your original deposit will be worth in the future based on earning a specific interest rate over a specific period of time.
Future Value of a Series of Deposits	Annual interest made from a series of equal regular deposits.
Present Value of a Single Deposit	The amount of money you would need to deposit now in order to have a desired amount in the future.
Present Value of a Series of Deposits	Use present value calculations to determine how much money you would need to deposit so you can take a specific amount of money out of your savings account for a certain number of years.