

Benefits of Saving Early for Retirement

Starting to save for retirement earlier in life will allow your initial investment more time to grow. Total returns on the initial investment will likely increase with the addition of compounding interest, which is the ability to make money (interest) on an investment (principal) as well as on the interest gains of investment from previous periods. **NOTE:** If you continue to increase your contribution amount over time and take advantage of an employer match, if applicable, the outcome will be far greater than saving later in life.

Comparison Investment Growth

Example of how starting to save for retirement at different ages will affect the amount of money at retirement.

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 All example participants have: Initial investment of \$5,000 Interest rate of 8% Retirement age of 67 	Starting Age	18	30	45
	Years to Invest	49	37	22
	Avg. Gain per Year*	\$4,329.33	\$2,195.35	\$1,008.30
	Total Growth*	\$212,137.09	\$81,228.13	\$22,182.70

* Amounts are based on an initial investment of \$5,000 only with no additional contributions made during the Years to Invest and 8% interest compounded annually.



Don't wait another day, start saving for retirement today.

These results are intended for illustrative purposes only. The results are not and should not be considered a comprehensive financial plan, investment advice, tax advice. PAi recommends speaking with a licensed professional to assist you with an individualized retirement plan.

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