

Name: \_\_\_\_\_ Period: 3 Class: *Financial Algebra*  
Assignment: 3.4 Quiz Date: 00/00/12 thru 00/00/12

**4%**  
**CD**

**Hear Ye! Hear Ye! Credit Union**  
**Step right up and get the deal of a century!**  
**Don't get sucked into those complicated**  
**compound interest accounts of those evil BIG**  
**BANKS!**  
**We'll offer you a bigger, simpler interest rate!**

**Good for**  
**5**  
**Years**

**If it sounds too good to be true**  
**it probably is!**  
**Play it safe and go with the**  
**standard savings account at**  
**1.5% compounded daily!**

You need to compare these offers  
Answer the following questions.

1. Which is a better deal?
2. At what point (if ever) does one get better than the other?
3. What is the disadvantage of the Hear Ye! Hear Ye! Credit Union offer compared to Big Bank's offer?

(You can use the spread sheet)  
(really – use the spreadsheet)

*Financial education needs to become a part of our national curriculum and scoring systems so that it's not just the rich kids that learn about money.. it's all of us.*  
David Bach author of "The Armchaire Millionaire"