

After receiving their first 13th month pay of Php 50 000, Matthew and Mark decided to go to a bank and invest in a time deposit account earning an interest of 6% per annum. After a year, the two friends made separate decisions and did the following:

- Matthew, being thrifty, decided to keep the interest in the account.
- Mark decided to withdraw the interest earned.

After another year, how much money will Matthew and Mark have? Who has more? Write your answers below.



Why do you think one of them has more money?