1) Interest is the fee or money you pay _____.

2) The interest rate is a_____ of the borrowed money you pay the lender in addition to the money you borrowed.

3) When you keep your money in a bank, you are actually _____ the bank your money.

4) The bank uses your money for _____ or to _____ to other people.

5) So the bank pays the people saving there _____.

6) The longer you keep your money in a bank, the _____ interest you earn.

7) When the interest money you have already earned makes more interest money, this is called _____ _____.

8) The principal is the money you started with. In the example, Ben's principal was $10,000. The first year he had it in the bank, it earned $_____ interest.

9) In its second year in the bank, Ben started out with $_____. This was his principal for that year.

10) The interest on this second amount (the new principal) was $_____.

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