

## Impact of compounding chart

This image shows a line chart, read from left to right, with financial results going up on the vertical plane and time in months in represented in the horizontal plane.

The chart has three different call outs, Principal only, Simple interest and Compounding interest.

The representation is that Principal does not earn interest, so it remains the same across time while simple interest gains over time, but not as much as Compounding interest gains in that same amount of time.