## Exit Ticket

Name: $\qquad$ Date: $\qquad$
Directions: Answer the questions below in a complete sentence.

1. Why is $\$ 100$ a year from now not worth the same amount as $\$ 100$ today?
2. If the interest rate on investments rises, what happens to the future value of $\$ 100$ in your pocket today?
3. If the interest rate on investments rises, what happens to the present value of $\$ 100$ you would earn a year from now?
4. What is one situation in which it would be helpful to use time value of money calculations?
