

Answer Key: Savings accounts

Part 1 Answer Key

1. **Amara:** Metroline Bank; finishes with £110.
2. **Ben:** Metroline Bank; finishes with £240.
3. **Chloe:** Tesbury Bank; finishes with £496.
4. **Dev:** Virgo Money; finishes with £1259.71.
5. **Erin:** Virgo Money; finishes with £734.66.
6. **Fay:** Starlight Bank; she is £1.91 better off than with Coventree.

Part 2 Answer Key

1. **Priya:** NatEast Young Saver; finishes with £218.
2. **Marcus:** Santandra Fixed Saver; finishes with £1166.40.
3. **Sofia:** Lloydale Bonus Builder; finishes with £188.91.
4. **Dan:** Santandra Fixed Saver; finishes with £2332.80.
5. **Aisha:** Monza Monthly Saver; finishes with £530.84.
6. **Leo:** NatEast Young Saver; finishes with £381. Santandra gives £377.91, so the difference is £3.09.

Think about Answer Key

- **Coventree versus Starlight:** After one year they give the same result. For more than one year, Starlight pays more because interest is compounded.
- **Is the biggest percentage always the best?** No. Conditions such as minimum deposits, maximum balances, and time restrictions matter too.
- **Why is Trustbridge not a good deal?** It pays only $2\% + 4\% + 6\% = 12\%$ total simple interest over 3 years, with no compounding.
- **Why does nobody choose Nationworth?** The £2 monthly fee is £24 per year, which outweighs the interest unless the balance is over £400.
- **Is Halifield paying 2% twice a year the same as 4% once a year?** No. $1.02 \times 1.02 = 1.0404$, so it is equivalent to 4.04% once a year.