

Name _____

Discovering the Magic of 401(k) Accounts: Your Key to a Secure Future

Open-Ended Response Questions

1. Imagine you're a 25-year-old with a job that offers a 401(k) plan with employer matching. Would you prioritize contributing to your 401(k) or focus on other financial goals? Explain your reasoning.
2. Discuss the importance of understanding the investment options available in your 401(k) plan and how it can impact your retirement savings.
3. Explain the concept of compound interest and how it applies to the growth of a 401(k) account over time.
4. Suppose you have the opportunity to contribute to a 401(k) account with your employer, but they do not offer matching contributions. Would you still consider contributing? Explain your decision.

