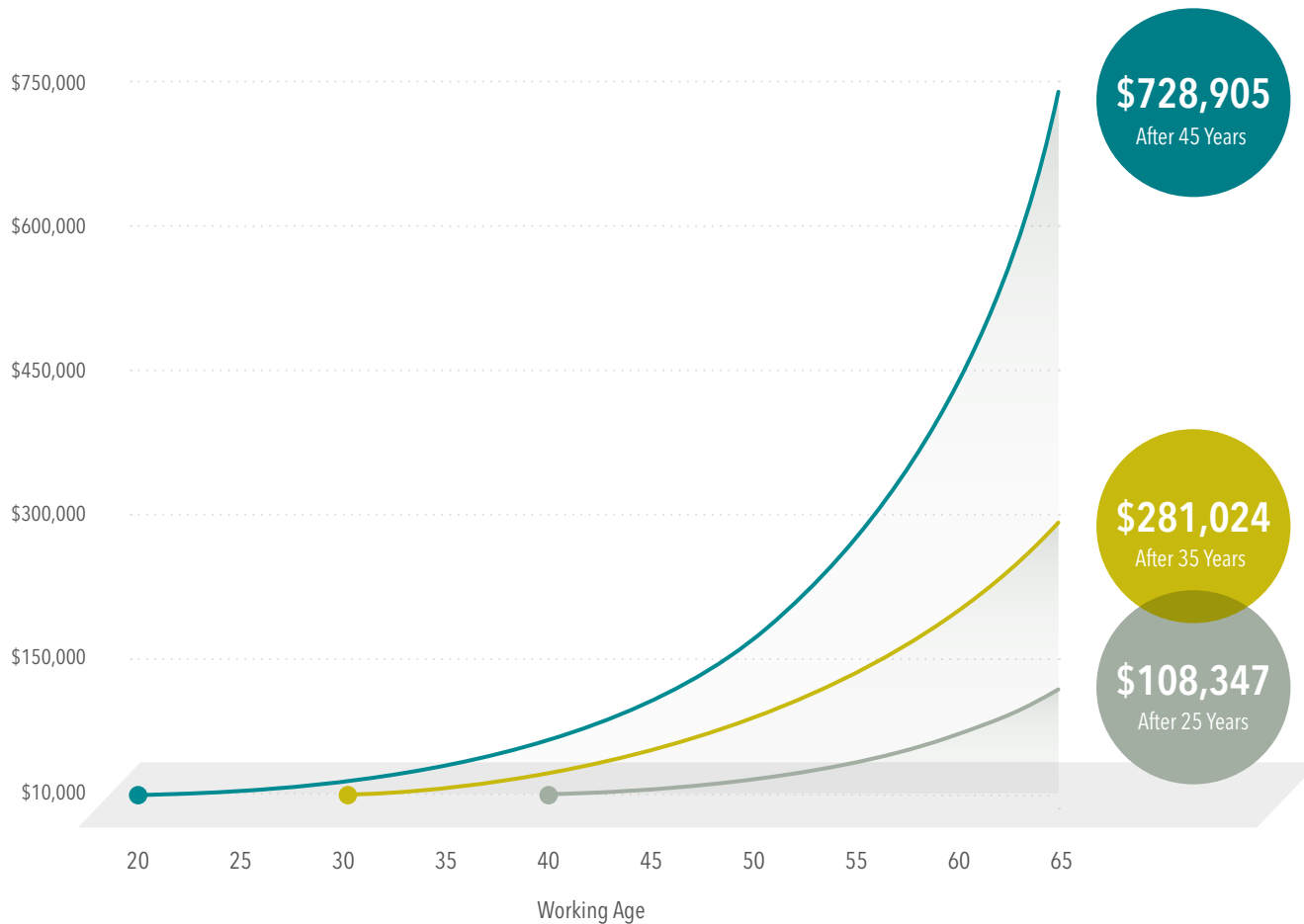


# The Power of Compounded Returns

HYPOTHETICAL GROWTH OF \$10,000 OVER 45, 35, AND 25 YEARS  
10% annual compounded return



Compounding is a powerful force. When returns are reinvested, the investment's value can grow exponentially over time.

- Consider a hypothetical \$10,000 investment earning 10% a year—the S&P 500 Index's approximate annualized return since 1926. Over a 45-year working lifetime (age 20 to 65), \$10,000 would have grown to \$728,905.
- At a 10% annual return, an investment doubles in value about every seven years. So, the earlier you start investing, the larger the potential compounding effect.
- For example, investing \$10,000 at age 20 would result in a much higher end value at age 65 than investing the same amount at age 30 or 40.

*Compounding can help turn a small investment into substantial wealth. But to harness that power, the sooner you start, the better.*

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## THE POWER OF COMPOUNDED RETURNS

**Past performance is no guarantee of future results. Investing risks include loss of principal and fluctuating value. There is no guarantee an investment strategy will be successful.**

In USD. For illustrative purposes only. S&P 500 Index annualized return January 1926–December 2025 is 10.42%. S&P data © 2025 S&P Dow Jones Indices LLC, a division of S&P Global. All rights reserved.

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