Tax Rules worth knowing

"**Rule of 72**" estimates how long it takes tax-free & deferred money to double given an anticipated growth rate. Simply divide the anticipated growth rate into 72 to determine the number of years. Example: tax-deferred money growing at 6% would double in approximately 12 years.

Worth consideration: "**Rule of 108**" estimates the time needed for a taxable account to double, assuming an anticipated growth rate. Taxable money will double in approximately 22 years at a 5% growth rate.

Growth Rate	Rule of 72* (Tax Deferred)	Rule of 108 (Taxable at 33%)
2%	36 years	54 years
3%	24 years	36 year s
4%	18 years	27 years
5%	14 years	22 years
6%	12 years	18 years
7%	10 years	16 years
8%	9 years	14 years

*Once funds are withdrawn from a tax deferred annuity they become taxable. The Rule of 72 works for estimating annuity growth. Any withdrawals, taxes and surrender charges are not considered in these rules.

Would you rather double your money in 14 years or 22 years?