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Annual Percentage Yield

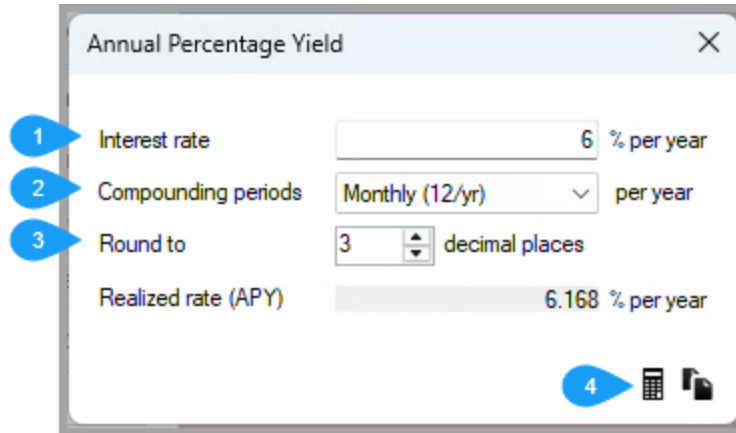
Annual Percentage Yield (APY) is the *real rate of return* earned on an interest-bearing account in a year, taking into account the effect of compounding interest.

In simpler terms:

- **Interest rate** = what the bank pays you before compounding.
- **APY** = what you actually earn in a year after compounding (interest on interest).

Because it includes compounding, APY gives a clearer picture of how much your money will really grow.

The *Annual Percentage Yield* calculator is displayed on the *Calculators* page by clicking on the *Annual percentage yield* button.



In the *Annual Percentage Yield* calculator:

1. Enter the *Interest rate*.
2. Select the number of *Compounding periods* per year.
3. Select the number of decimal places for the APY.
4. Click on the calculate icon.

The *Realized rate (APY)* can be placed on the clipboard by clicking on the copy icon.