

I. Answer the following:

1. Given: P = ₹4000
R = 5%
T = 2years
A = $P \left(1 + \frac{r}{100}\right)^n$
= $4000 \left(1 + \frac{5}{100}\right)^2 = 4000 \left(1 + \frac{1}{20}\right)^2$
= $4000 \left(\frac{20+1}{20}\right)^2 = 4000 \left(\frac{21}{20}\right)^2$
= $4000 \times \left(\frac{21}{20}\right) \left(\frac{21}{20}\right) = 10 \times 441$
A = ₹4410
CI = A - P = 4410 - 4000 CI = ₹410

2. P = ₹1000 R = 10%
n = $1 \frac{1}{2}$ years n = $\frac{3}{2}$
A = $P \left(1 + \frac{r}{200}\right)^{2n} = 1000 \left(1 + \frac{10}{200}\right)^{2 \left(\frac{3}{2}\right)}$
= $1000 \left(\frac{21}{20}\right)^3 = 1000 \left(\frac{21}{20}\right) \left(\frac{21}{20}\right) \left(\frac{21}{20}\right)$
A = $\frac{9261}{8} = ₹1157.62$
CI = A - P
= 1157.62 - 1000 = CI = ₹157.62

II. Write in our words:

3. CI = Amount - Principal 4. 14

5. $A = P \left(1 + \frac{r}{100}\right)^n$

6. Compound interest 7. $SI = \frac{PTR}{100}$