HOMEWORK???

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Worksheet - Loans.pdf

3.4 Build your Skills Detailed Solutions.pdf

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5. Ramon needs $500.00 as soon as possible to cover his student loan payments. He goes to a lending store for a payday loan. The lending store tells him he will have to write a cheque for $560.00 dated 10 days from now.

   a) How much will Ramon have to pay in interest if he takes the payday loan? $60.00

   b) Calculate the daily interest rate and the annual interest rate for this loan.

$$r = \frac{60}{500\left(\frac{10}{365}\right)} \times 100\%$$

```
60/(500*10/365)
            4.38
Ans*100
```

r = 438%

1.2%/day

per year

$$I = P r t$$

$$\frac{I}{Pt} = \frac{Prt}{Pt}$$

$$\frac{I}{Pt} = r$$

5)

REFLECT ON YOUR LEARNING Ready for the test???

FINANCIAL SERVICES

Now that you have finished this chapter you should be able to:

❏ describe banking options and discuss their advantages and disadvantages;

❏ solve simple interest problems; $I = Prt$ $A = P + I$

$$A = P\left(1 + \frac{r}{n}\right)^{nt} \div I = A - P$$

❏ solve compound interest problems;

❏ use the Rule of 72 to estimate the time needed for an investment to double; R of 72 = 72/Rate

❏ describe different credit options, including bank and store credit cards, personal loans, lines of credit, and overdrafts;

❏ solve problems that involve credit cards; ← Work
  • Min ⇒ 5% of balance
❏ solve problems that involve loans; Loan Table ⇒ payments

❏ solve problems that involve sales promotions; and

❏ make informed decisions related to the use of credit.

Review Questions...

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  Chapter 3 Financial Services Practice Your New Skills Solutions.pdf

- **Chapter 3 Sample Test.pdf**

Attachments

3.4 Build your Skills Detailed Solutions.pdf

Worksheet - Loans.pdf

Chapter 3 Financial Services Practice Your New Skills Solutions.pdf

Chapter 3 Sample Test.pdf

Review - Financial Services.pdf