

Hire Purchase



Cash price \$1,200 or 20% down + 12 equal payments of \$110 each.
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Mrs. Brown purchase the above television set using the payment plan.

- (a) Calculate the amount of the down payment. (use both methods)

Fractional method

Decimal method

_____ x _____ =

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- (b) What is the total amount paid over the 12 months ?

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- © Calculate the total cost of the television on the payment plan.

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- (c) How much would be save by paying cash ?

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- (d) Write the savings as a fractions of the cash price in lowest terms.

_____ = _____

