

Name_____

Date_____

Hire Purchase 8

1) Dad wants to buy a fridge. He may purchase it cash for \$600 or he may buy it on hire purchase by making a down payment of \$150 followed by 8 monthly instalments of \$80 each.

- a) How much will the fridge cost on hire purchase? \$_____
- b) How much money is saved by buying it cash instead of on hire purchase?
\$_____

2) Dad wants to buy a lawn mower. He may purchase it cash for \$900 or he may buy it on hire purchase by making a down payment of \$350 followed by 8 monthly instalments of \$100 each.

- a) How much will the lawn mower cost on hire purchase? \$_____
- b) How much money is saved by buying it cash instead of on hire purchase?
\$_____

3) Dad wants to buy a bike. He may purchase it cash for \$875 or he may buy it on hire purchase by making a down payment of \$125 followed by 10 monthly instalments of \$95 each.

- a) How much will the bike cost on hire purchase? \$_____
- b) How much money is saved by buying it cash instead of on hire purchase?
\$_____

4) Dad wants to buy a generator. He may purchase it cash for \$1000 or he may buy it on hire purchase by making a down payment of \$500 followed by 12 monthly instalments of \$70 each.

- a) How much will the generator cost on hire purchase? \$_____
- b) How much money is saved by buying it cash instead of on hire purchase?
\$_____