Hire Purchase

```
Cash price . . . . . . . . . $1,200
              or
         20% down +
12 equal payments of $110 each.
```

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 _____ =   =

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

                                                      =

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

                                                      =

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

                                        =

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

_____ = _____