

Name \_\_\_\_\_

Date \_\_\_\_\_

## **Hire Purchase 6**

**Cash Purchase** - paying for something completely and at once ( You may pay with cash/money, cheque, debit card, credit card etc.)

**Hire Purchase** - paying for something in parts

A down payment or deposit is first paid.

The balance is then paid in parts (called instalments), usually monthly or weekly.

**N.B.** When you buy something by hire purchase you usually pay **more** than if you buy it cash.

- 1) Mom buys a phone on hire purchase. First she pays a deposit of \$110, followed by 12 monthly instalments of \$35 each. How much money does Mom pay for the phone?     \$ \_\_\_\_\_
  
- 2) Mom buys a bed on hire purchase. First she pays a deposit of \$520, followed by 12 monthly instalments of \$41 each. How much money does Mom pay for the bed?     \$ \_\_\_\_\_
  
- 3) Mom buys a tablet on hire purchase. First she pays a deposit of \$80, followed by 12 monthly instalments of \$22 each. How much money does Mom pay for the tablet?     \$ \_\_\_\_\_
  
- 4) Mom buys a sofa on hire purchase. First she pays a deposit of \$630, followed by 10 monthly instalments of \$25 each. How much money does Mom pay for the sofa?     \$ \_\_\_\_\_
  
- 5) Mom buys a bed on hire purchase. First she pays a deposit of \$140, followed by 15 monthly instalments of \$90 each. How much money does Mom pay for the bed?     \$ \_\_\_\_\_