

Simple & Compound Interest



1. What is the interest received on a principal of Rs. 450 for 2 years if the interest received on RS. 1 after four year at the same rate of simple interest is RS. 0.40?

a) Rs. 90 b) RS. 180

c) RS. 30 d) Cannot be determined

2. The difference between compound interest and simple interest on a certain sum of money in 3 years at the rate of 7% per annum is RS. 225.645. What is the principal?

a) RS. 10, 000 b) RS. 15, 000

c) RS. 17,000 d) RS. 20,000

3. What will RS. 1000 be worth after three years if it earns interest at the rate of 5% compounded annually?

a) 1057

b) 1257

c) 1157

d) 1300

4. If the difference between S.I and C.I for 2 years on a sum of money lent at 5% is RS. 6, then the sum B.

a) RS. 2200

b) RS. 2400

c) RS. 2000

d) RS. 2600

5. The present worth of Rs.169 due in 2 years at 4% per annum compound interest is

a) RS. 156

b) RS. 156.25

c) RS. 160.25

d) None of these

6. Divide Rs. 1301 between A and B, so that the amount of A after 7 years is equal to the amount of B after 9 years, the interest being compounded at 4% per annum, so one of the part amount is? a) RS. 625 b) RS. 624 c) RS. 626 d) RS. 628

7.A sum was put at simple interest at a certain rate for 4 years Had it been put at 2% higher rate, it would have fetched RS. 56 more. Find the sum. a) RS. 500 b) RS. 600 c) RS. 700 d) RS. 800

8. The population of a particular area A of a city is 5000. It increases by 10% in 1st yr. It decreases by 20% in the 2nd yr because of some reason. In the 3rd year, the population increases by 30%. What will be the population of area A at the end of 3 yr? a) 2440 b) 5720 c) 5700 d) None of these

9.A sum of RS. 1550 was lent partly at 5% and partly at 8% per annum simple interest. The total interest received after 4 yr was RS. 400. The ratio of the money lent at 5% to that lent at 8% is

a) 16:15 b) 17:15

c) 16:13

d) 16:19

10. The difference between the compound interest and simple interest on RS. x at 8% per annum for 2 years is RS. 19.20. What is the value of x?

a) 2500

b) 3200

c) 2800

d) 3000

11. If a certain sum at compound interest becomes double in 5 yr, then in how many years, it will be 16 times at the same rate of interest?

a) 5

b) 10

c) 15

d) 20

12. What will be the ratio of simple interest earned by certain amount at the same rate of interest for 12yr and for 18 yr?

a) 2:5 b) 1:3 c) 2:3 d) 3:1

13. Find the compound interest on RS. 18,750 in 2 yrs the rate of interest being 4% for the first year and 8% for the second year.

a) RS. 2000 b) RS. 2310 c) RS. 2320 d) RS. 2010

14. The difference between compound interest and simple interest for 2 years at the rate of 10% over principal amount of RS. X is RS. 10. What is the value of X?

a) 1000

b) 2000

c) 3000

d) 4000

15. The simple interest on a sum of money at 8% per annum for 6 yr is half the sum. What is the sum?

a) RS. 4800

b) RS. 6000

c) RS. 8000

d) Data inadequate

16. A certain sum at simple interest amounts to RS. 1350 in 5 yr and toRS. 1620 in 8 yr. What is the sum?

a) RS. 700 b) RS. 800 c) RS. 900 d) RS. 1000

17. At what rate per cent compound interest does a sum of money become nine-fold in 2 years? a) 20% b) 50% c) 200% d) 100%

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18. The simple interest on a sum of money at 9% per annum for 5yr is half the sum. What is the sum?

a) RS. 5800

b) RS. 5000

c) RS. 7000

d) Data is inadequate

19.A principal amount to RS. 944 in 3yrs and to RS. 1040 in 5 yrs, each sum being invested at the same simple interest. The principal was

a) RS. 800 b) RS. 991

c) RS. 750 d) RS. 900

20. Find the amount to be paid back on a loan of RS. 18,000 at 5.5% per annum for 3 years.

a) 20,000

b) 20,800

c) 20,970

d) None of these

21. In 4 yrs, RS. 6000 amounts to RS. 8000. In what time at the same rate, will RS. 525 amount to RS. 700?

a) 2 yr b) 3 yr c) 4 yr d) 5 yr

22. The simple interest on a sum of money is 8/25 of the sum. If the number of years is numerically half the rate percent per annum, then the rate percent per annum is

a) 8 b) 5 c) 25/4 d) 4

23. The simple interest on a certain sum of money at 4% per annum for 4 yrs is RS. 80 more than the interest on the same sum for 3 yrs at 5% per annum. Find the sum.

a) RS. 8000

b) RS. 5000

c) RS. 7000

d) RS. 6000

24. A sum of money placed at compound interest doubles itself in 5 years. It will amount to eight times itself at the same rate of interest in

a) 10 yrs

b) 20 yrs c) 12 yrs d) 15 yrs

25. The difference between the simple interest received from two different sources on RS. 1500 for 3 years is RS. 13.50. The difference between their rates of interest is:

a) 0.1%

b) 0.2% c) 0.3% d) 0.4%