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NCERT 11.9.5.30

EE23BTECH11043 - BHUVANESH SUNIL NEHETE*

QUESTION

A man deposited Rs 10000 in a bank at the rate of 5% simple interest anually. Find the amount in 15th year since he deposited the amount and also calculate the total amount after 20 years.

Answer

Parameter	Value/Formula	description
x(0)	Rs.10000	Total amount deposited
r	5	Rate of interest
x (n)	(x(0) + nd) u(n)	amount at the start of $(n+1)^{th}$ year
d	500	common difference

TABLE 1 Input data

Interest in one year =
$$\frac{10000 \times 5 \times 1}{100}$$
 (1)

$$d = 500 \tag{2}$$

From (2) and Table 1:

$$x(n) = (10000 + 500n)u(n)$$
 (3)

From (??)

$$X(z) = \frac{10000}{1 - z^{-1}} + \frac{500z^{-1}}{(1 - z^{-1})^2} \quad |z| > 1$$
 (4)

Amount in 15th year is

$$x(14) = x(0) + 14 \times d \tag{5}$$

$$\implies x(14) = 17000 \tag{6}$$

Total amount after 20 years is

$$x(20) = x(0) + 20 \times 500 \tag{7}$$

$$\implies x(20) = 20000$$
 (8)

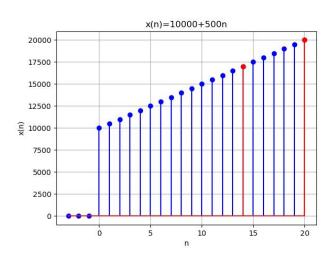


Fig. 1. graph for x(n) = 10000 + 500n