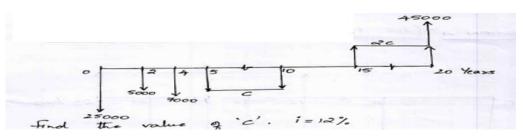
HUMANITIES AND MANAGEMENT V SEMESTER B TECH (COMMON TO ALL)

Internal Assignment 1- Quiz

Mark the right option for the following questions

Q1. For the Cash flow diagram given below, if the interest rate is 12%, the value of 'C' is closest to: (2 marks)



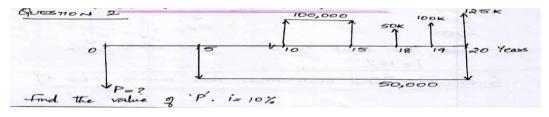
 $25000 \; (F/P,I,20) + 5000 \; (F/P,I,18) + 7000 \; (F/P,I,16) + C \; (F/A,I,6) \; (F/P,I,10) = 2C \; (F/A,I,6) + 45000 \; (F/P,I,20) + 2000 \; (F/P,I,20$

= 25000 (9.646) + 5000 (7.690) + 7000 (6.130) + C (8.115) (3.106) = 2C (8.115) + 45000

= 322510 + 25.2052 C = 16.23 C + 45000 => 277510 = -8.9752 C

C = -30919.65

Q2. For the Cash flow diagram given below, if the interest rate is 10%, the value of 'P' is closest to: (2 marks)



 $\left[-50000 \text{ (F/A,I,16)} + 100000 \text{ (F/A,I,6)} \text{ (F/P,I,5)} + 50000 \text{ (F/P,I,2)} + 100000 \text{ (F/P,I,1)} + 125000 \right] \\ \left(\text{P/F,I,20} \right)$

= [-50000 (35.950) + 100000 (7.716) (1.611) + 50000 (1.210) + 100000 (1.100) + 125000] (0.1486) = 3,336,047.6 (0.1486) = -38480.33

Q3.A series of uniform deposits 'X' are to be made starting from 3rd year till 10th year. The worth of the deposits now when interest rate is 10% can be found using: (1 marks)

a) X (A/P, 10%, 8) (P/F, 10%, 2)	b) X (P/A, 10%, 8) (F/P, 10%, 2)
c) X (P/A, 10%, 8) (P/F, 10%, 2)	d) X (P/A, 10%, 2) (P/F, 10%, 8)