Lesson 1:Interest

Interest- Is a fee paid for the use of other party’s money

-To the borrower.it is the cost of renting money to the lender, it is the income from lending it.

(In tagalog patong ng mga lender sa mga pintautang nila,naka depende

Principal (P):

-Capital (Parng yung puhunan if im not mistaken)

-Amount Of Money

-Loan Amount(kung ilan yung pina utang or pinahiram in other word)

Interest Rate(R):

-A specified fractional part of the principal or capital

(parang fee ng pagpapahiram,syempre kailangan may makuha sila dyan sa mga nag hiram,Pilipino tayo e di mag papahiram pag walang benefit)

Term(T)

* The number of days,months,or years for which the money is borrowed and the interest is based or calculated.

(usapan kung kelan or ilang beses mag babayad ng interest o yung hiniram mismo.di kasali dito yung “sa makalawa nalang mare” ano yun makalawang buhay ayaw na mag bayad)

(binabse sa assets mo ang pag utang,kasi logic nila yun kung mkakabayad kaba ng consistent of pahirapan and assests mo ang payment pag di nabayaran)

Find amount of maturity value (F)

* The sum of the principal and the interest accumulated

(total nung utang at ng interest)

Formula:

I= P \* R \* T

(times yang \* ok?)

P =

R=

T=

FA= P+(yung whole number na amount ng interest)

Example:

I=?

P=500

R=0.65 or 6.5%

T=1

Solution:

(500) (0.065) (1)

=32.5

FA= 500+32.5

523.5(sagot)