

Source: [KBhMATH401SubIndex](#)

1 | eEeeee

Step 1: Know what simple interest/compound interest is.

1.1 | Simple Interest Review

$P = \text{principle}$

$r = \text{interest}$

$t = \text{time}$

$$SI = p \times r \times t$$

1.2 | Compound interest

$P = \text{principle}$

$r = \text{interest}$

$t = \text{time}$

$p = \text{compounding per annum}$

$$CI = P(1 + \frac{r}{p})^{tp}$$

1.3 | E

$$e = 1 + (1 + \text{frac}1x)^x$$