

Solution:

(1)

$$(a) \text{ Amount} = \$ \frac{30,000}{(1.1)^4} = \$2,049.04$$

$$(b) \text{ Amount} = \frac{\$ 30,000}{(1.2)^4} = \$1,446.76$$

(2)

$$(a) \text{ Amount} = \$ \frac{30,000}{1.05^8} = \$2,030.52$$

$$(b) \text{ Amount} = \$ \frac{30,000}{1.1^8} = \$1,399.52$$

(3)

(a)

$$\begin{aligned} \text{Amount to be lended} &= \frac{8000}{1 + 0.1} + \frac{8000}{(1 + 0.1)^2} + \frac{8000}{(1 + 0.1)^3} + \frac{8000}{(1 + 0.1)^4} \\ &= \frac{8000}{0.1} \left(1 - \frac{1}{(1 + 0.1)^4} \right) = \$25,368.92 \end{aligned}$$

(b)

$$\begin{aligned} \text{Amount to be lended} &= \frac{8000}{1 + 0.2} + \frac{8000}{(1 + 0.2)^2} + \frac{8000}{(1 + 0.2)^3} + \frac{8000}{(1 + 0.2)^4} \\ &= \frac{8000}{0.2} \left(1 - \frac{1}{(1 + 0.2)^4} \right) = \$20,709.87 \end{aligned}$$