

Problem Set: Simple Interest

1: Suppose you place \$500 in a deposit paying simple interest at a rate of 4%. If you do not make any withdrawals, how much is your deposit worth in 120 days?

2: Suppose you invest £1250 in a bank deposit on March 15, 2018. If your deposit is worth £1300 on December 31, 2018, what simple interest rate were you paid?