Topic: Calculating commission

Question: If a car salesman makes a 2% commission on every sale, how much does he make when he sells a \$10,000 car?

Answer choices:

A \$200

B \$2,000

C \$100

D \$1,000



Solution: A

To find the salesman's commission, we multiply the selling price by the percent commission.

2 % of \$10,000

0.02 · \$10,000

\$200



Topic: Calculating commission

Question: A used car salesman makes an 8% commission on every car he sells. He's also paid an annual salary of \$35,500. How much money in car sales does he need to make if he wants to increase his annual income to \$44,000?

Answer choices:

A \$8,500

B \$79,500

C \$95,500

D \$106,250

Solution: D

First, let's find how much money the salesman wants to earn as a commission annually.

$$$44,000 - $35,500 = $8,500$$

If he wants to make this additional \$8,500, and he makes $8\,\%$ commission, then we can set up the equation

$$$8,500 = 8\% \text{ of } x$$

$$$8,500 = 0.08x$$

$$\frac{\$8,500}{0.08} = x$$

$$x = $106,250$$

So in order to earn a salary of \$44,000, the salesman needs to sell \$106,250 of cars.



Topic: Calculating commission

Question: A sales clerk makes a 10% commission on the items she sells. If each item costs \$25, how many items does she need to sell to earn \$350 in commission?

Answer choices:

A 14

B 25

C 73

D 140

Solution: D

First, let's find how much money the sales clerk needs to make in sales to earn \$350 in commission.

$$$350 = 10\% \text{ of } x$$

$$$350 = 0.10x$$

$$\frac{\$350}{0.10} = x$$

$$x = $3,500$$

Since each item costs \$25, we can find the number of items the sales clerk needs to sell to earn \$350 in commission.

$$\frac{\$3,500}{\$25} = 140$$

The clerk needs to sell 25 items if she wants to earn \$350 in commission.

