

UNIT 8 MCR 3UI Exam Review

Josh decided to buy a new vehicle for \$60000. He makes a down payment of \$5000, the rest he finances at 2.9%/a compounded bi-weekly for 5 years.

a) How much does he finance?

b) Determine the value of his bi-weekly payments.

c) What is the total interest paid?

d) If the interest rate was compounded daily, but Josh still made bi-weekly payments, would he pay more or less total interest?

e) If the interest rate stayed at 2.9%/a compounded bi-weekly but Josh made weekly payments, would he pay more or less total interest?