

## Conditions of Annuities

Assume you have purchased a new car for \$21,000. You are going to enroll in a payment plan because you don't have \$21,000 in cash right now.

You will pay back the loan over a period of 84 months at 1.9% interest compounded monthly.

Complete the table below for each payment schedule.

	Payment amount	Total Paid
<b>Weekly payments</b>		
<b>Bi-weekly payments</b>		
<b>Monthly Payments</b>		

Assume you have purchased a new car for \$18,500. You are going to enroll in a payment plan because you don't have the cash right now.

You will pay back the loan with monthly payments at 3.5% interest compounded monthly.

Complete the table below for each loan duration.

	Monthly payment amount	Total Paid
<b>1 year</b>		
<b>5 years</b>		
<b>10 years</b>		

Assume you have purchased a new car for \$11,500. You are going to enroll in a payment plan because you don't have the cash right now.

You will pay back the loan with monthly payments at 6.5% interest compounded monthly.

Complete the table below for each monthly payment.

	Time to Pay Back	Total Paid
<b>\$100</b>		
<b>\$250</b>		
<b>\$500</b>		

Assume you have purchased a new car for \$15,650. You are going to enroll in a payment plan because you don't have the cash right now.

You will pay back the loan with monthly payments over 8 years compounded monthly.

Complete the table below for each interest rate.

	<b>Monthly payment amount</b>	<b>Total Paid</b>
<b>1.9%</b>		
<b>2.5%</b>		
<b>5.5%</b>		

Assume you have purchased a new car for \$25,800. You are going to enroll in a payment plan because you don't have the cash right now.

You will pay back the loan with monthly payments over 8 years at 3.5%.

Complete the table below for each compounding schedule.

	<b>Monthly payment amount</b>	<b>Total Paid</b>
<b>Daily</b>		
<b>Bi-Weekly</b>		
<b>Monthly</b>		
<b>Semi-annually</b>		

Which conditions seem to have the highest / lowest impact on the payment amount / total payments of a loan?