

UNIT TWO

Question #4-2 First Semester 2003/2004

A face value of a note was BD 6000 mature after 3 months sold to BBK at 4% discount rate and 0.1% commission. Collection charge was 0.05% - Find the net value.

Question #4 Second Semester 2003/2004

A face value of a note was BD 6600 mature after 120 days was converted to cash at the bank, if the discount rate is 5% and 0.1% commission, collection charge was 0.05% - Find the net percent value (proceeds).

Question #4 Reset Exam 2003/2004

A promissory note of BD 2590 has a maturity date of 16th May 2001 was sold 29th December 2000. Calculate the net present value (proceeds) of the note if the discount rate 7%, commission is 0.2% and the collection charge is 0.1%?

Question #3-A First Semester 2004/2005

A Face value of a note was BD 1900 mature after 10 months sold to the bank at 3% discount rate, 0.5% commission and 0.1% collection charge. Find the net present value of the note?

Question #3-A Second Semester 2004/2005

A note for BD 2700 will mature after 9 months from today was sold to the bank that charges 5% discount rate. If the bank deducted 0.1% as commission and 0.2% as collection charge - Find the total discount and the net present value?

Question #4 First Semester 2005/2006

A note for BD 3,750 dated on 26th March 2004 due on 26th Dec 2004 was converted into cash on 4th May 2004 at AL-Ahli bank, that uses 4% a discount rate, if the bank deducted 0.2% as a commission and BD 2.500 for collection charges, Find the total discount and net present value?

Question #2 Second Semester 2005/2006

A note with BD 3800 dated on 12/4/2005 will be matured after 6 months with 7% interest rate is converted to cash on 22/7/2005. Find the total discount and the net present value if the bank deducted 0.5% as a commission and 0.1% as a collection charges.

Question #3 Reset Exam 2005/2006

A note that will mature after 8 months was sold to the bank that uses 5% simple interest and deducted 0.2% as a commission, 0.1% as a collection charge. If the face value for that note was BD 3000 – Find the total discount and the present value.
