

Chapter 2 Test

- 1.** Caleb wants to go to college in 2 years to study travel and tourism.
He estimates he will need to save \$3500. Calculate the amount Caleb needs
to save from each paycheque if he is paid
- a)** weekly **b)** bi-weekly

- 2. a)** State 2 common essential expenses.

- b)** State 2 common non-essential expenses.

- c)** State 2 common variable expenses.

- d)** State 2 common fixed expenses.

- 3. a)** Kyla is saving \$150 per month for a down payment on a car. Her account pays 2.5% interest per year, compounded monthly. In approximately how many months will she have \$3500 saved?

N: _____, **I%:** _____, **PV:** _____, **PMT:** _____,
FV: _____, **P/Y:** _____, **C/Y:** _____, **PMT:** END BEGIN

Length of time to save: _____.

- b)** If she wants to have the money saved in 18 months, how much does she need to save each month?

N: _____, I%: _____, PV: _____, PMT: _____,
FV: _____, P/Y: _____, C/Y: _____, PMT: END BEGIN

Amount to save each month: _____.



Name: _____

Date: _____

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(continued)

4. Jamal works part-time after school and on Saturdays. His monthly budget for November is shown.

Income (\$)		Expenses (\$)			
Nov 1–7	178.81	Car insurance	127	Clothes	70
Nov 8–14	180.31	Savings account	100	Cell phone	70
Nov 15–21	170.50	Gas	100	Misc.	50
Nov 22–28	173.62	Spending money	100	Lunches	85
Total Income =		Total Expenses =			
Balance (Income – Expenses)					

- a) What is Jamal's total income for November? \$ _____
- b) What are his total expenses? \$ _____
- c) Calculate his monthly balance. \$ _____
- d) Is this budget balanced? _____ Explain. _____
- e) Jamal's hours at work have been cut. He will lose about \$70 per week. Estimate his income for next month if it's a 5-pay month.
\$ _____
- f) Change the amount spent on each item in Jamal's budget as necessary to create a balanced budget for December.

Item	Cost (\$)	Opening Balance: _____ Remaining Income

