

SIMPLE INTEREST

$$I = P \times R \times T$$

INTEREST | PRINCIPLE | RATE | TIME (YEARS)

P = \$1200
R = 5%
T = 3 YEARS

$$I = 1200(.05)3$$

$$I = \$180$$

P = \$2000
R = 4.25%
T = 30 MONTHS

$$I = 2000(.0425)2.5$$

$$I = \$212.50$$