## FACULTY OF SCIENCE



INITIALS AND SURNAME:

STUDENT NUMBER: $\qquad$

CONTACT NUMBER:

NUMBER OF PAGES: 12 (INCLUDING COVER PAGE)
INSTRUCTIONS:

- ANSWER ALL THE QUESTIONS IN PEN
- ALL GRAPHS MUST BE DRAWN IN PEN
- NO PENCIL OR TIPEX ALLOWED
- STATE ALL FORMULAS USED - MARKS ARE GIVEN TO FORMULAS
- SHOW ALL THE NECCESARY CALCULATIONS
- IF NECESSARY ROUND OFF TO TWO DECIMAL PLACES
- SCIENTIFIC CALCULATORS ARE ALLOWED
- FINANCIAL CALCULATORS ARE ALLOWED
- THE QUESTIONS CAN BE ANSWERED IN ANY ORDER


## Question 1 ONLY use a financial calculator for this question.

1.1 An effective rate of $12.57 \%$ per year is equivalent to what nominal rate compounded quarterly?

## ANSWER

1.2 In 7 years, Peter's investment of R11,000 grew to R13,250. Determine the interest rate, compounded monthly, for this investment.

## ANSWER

1.3 John and his wife, Jane, is repaying a home loan of R1,350,000 at 11.5\% per year, compounded monthly, with monthly payments over 20 years.
a) Determine the monthly payment.

| ANSWER |  |
| :--- | :--- |

b) Determine the balance outstanding after the $70^{\text {th }}$ payment.

| ANSWER |  |
| :--- | :--- |

c) Determine the interest contained in the $205^{\text {th }}$ payment.

## ANSWER

d) Determine the total finance charge.

## ANSWER

1.4 South African Airways (SAA) wants to replace one of their Boeing 737-400 aircrafts in 5 years' time with a Boeing 737-800 MAX. SAA estimate that they will be able to sell off their current machine for $\mathrm{R} 400,000,000$ whilst a new machine is estimated at $\mathrm{R} 1,000,000,000$. They want to set up a sinking fund for the new purchase, by using the scrap value of their current machine as deposit on the new machine. Pinnacle Industrial Bank offers SAA a savings option, where they will make payments at the start of each month and will earn interest at a rate of $10 \%$, compounded monthly. Determine the required monthly payment into this savings option.

## ANSWER

## Question 2

Simplify the following expression completely:

$$
\frac{12 x^{2}-19 x+4}{6 x^{2}-17 x+12} \div \frac{4 y-16 x y}{4 x^{2}-9}
$$

## Question

Solve for $x$ in the following equations:
$3.1 \quad \frac{x}{x+1}-\frac{2}{6+x}=\frac{4+5 x}{x^{2}+7 x+6}$

## $3.2 \ln (x+3)+\ln 4=2 \ln x$

## FINAL

 ANSWER
## $3.3 \quad x^{2}-2 x-\frac{3}{x^{2}-2 x}=2$

ANSWER
$3.4 \quad e^{\ln x+\ln 2}=e^{\ln 4}$

## FINAL

ANSWER

## Question 4

Graph the following case-defined function:

$$
f(x)=\left\{\begin{array}{ccc}
1 & \text { if } & -4 \leq x<-1 \\
x^{2}-1 & \text { if } & -1 \leq x \leq 1 \\
\ln x & \text { if } & x>1
\end{array}\right.
$$

## Question 5

Solve for $x$ and $y$ simultaneously:

$$
\left\{\begin{array}{c}
x-2 y+3 z=7 \\
2 x+y+z=4 \\
-3 x+2 y-2 z=-10
\end{array}\right.
$$

|  | FINAL <br>  <br> ANSWER |
| :---: | :---: |
| $x=$ |  |
| $y=$ |  |
| $z=$ |  |

## Question 6

Solve the following inequality and represent your answer on a number line:

$$
\frac{2-8 x}{-3}>\frac{4 x+20}{4}
$$

## Question 7

Given the following system of constraints:

$$
\begin{gathered}
-40 x+20 y \geq-120 \\
-2 x+y \leq 8 \\
y \leq-2 x+10 \\
x, y \geq 0
\end{gathered}
$$

7.1 Sketch the Feasible Region described by the constraints. Clearly label the sketch.
7.2 Find the coordinates of all the corner points of the Feasible Region (in any order). [Round your answer to two (2) decimal places where applicable]

COORDINATES

| CORNER |  |  |
| :---: | :---: | :---: |
|  |  |  |
| CORNER POINT | B |  |
| CORNER POINT | C |  |
| CORNER POINT | D |  |
| CORNER POINT | E |  |

7.3 If possible, determine the value of $x$ and $y$ that will minimize the following function:

$$
\begin{equation*}
P=0.4 x-0.2 y . \tag{2}
\end{equation*}
$$

FINAL ANSWSER

## Question 8

Given the following function:

$$
f(x)=-x^{2}+4 x-3
$$

8.1 State the domain.

| FINAL ANSWER |
| :---: |
|  |

8.2 State the $y$-intercept.

| FINAL ANSWER |
| :---: |
|  |

8.3 State the x-intercept(s).
8.4 State the turning point.
8.5 Is the turning point a maximum or minimum?

| FINAL ANSWER |
| :---: |
|  |

8.6 State its line of symmetry.

8.7 Sketch the graph of the function $f(x)$ by making use of the results of 8.1 to 8.6 above.

Question $9 \quad$ Use of a financial calculator is NOT allowed.
Inge wants to open a doggy parlour, Happy Hounds. She approaches Benjamin as a potential investor. If Benjamin will provide an initial investment of R30,000, Inge will pay Benjamin the following cash flows:

| YEAR | CASH FLOW |
| :---: | :---: |
| 3 | R 10,000 |
| 5 | R12,000 |
| 7 | R14,000 |

Assume an interest rate of 7\%, compounded quarterly.
Determine the net present value (NPV) of the cash flows.

## Question 10

A debt of R6,000 due three years from now is to be repaid by a payment of R1,000 in two years, a payment of $\$ x$ in four years, and R500 at the end of five years.
10.1 Draw a complete timeline and:
a) Clearly indicate all debts and payments separately.
b) Encircle the year where you are evaluating the problem.
10.2 If the interest rate is $7.5 \%$ compounded monthly, determine the value of $x$.

Use this space if you want to redo a question. Clearly indicate at the question that the answer is on Page 12.

