1. A mail order company sells a sofa for £469.95. It offers Hire Purchase terms of deposit of £69.95 and 24 monthly payments of £21.50.

Calculate (a) the total HP cost. 
(b) how much you save by paying cash? 

2. Siobhan saw these two adverts for the same computer package.

<table>
<thead>
<tr>
<th>COMPUTERS 'R' US</th>
<th>COMPUTERS 4 U</th>
</tr>
</thead>
<tbody>
<tr>
<td>£910</td>
<td>£750</td>
</tr>
<tr>
<td>VAT INCLUDED</td>
<td>+ 20% VAT</td>
</tr>
</tbody>
</table>

Which shop is offering the best deal? Give a reason for your answer.

3. A colour television set can be bought in an electrical store for a cash price of £350 or by using one of two Hire Purchase agreements:

- **HP Silver**
  - 10% deposit
  - 24 payments of £14.70

- **HP Gold**
  - 25% deposit
  - 15 equal monthly payments

The total HP cost for both agreements is the same.

What are the monthly instalments for HP Gold?

4. VAT is charged at 20%. How much VAT would be paid on a music system costing £99.90 before VAT?
1. In Australia the exchange rate for the British pound is 1.54 dollars to the pound.

How many Australian dollars would £500 be worth? [2]

2. Kate is visiting Paris.

She books a train seat from the airport to her hotel.
The cost of the train fare in euros is €14.

If the exchange rate is £1 = €1.14, what is Kate’s train fare in pounds sterling?
Give your answer to the nearest 1p. [2]

3. Soraya is travelling to Europe and changes £245 into Euros at the rate of £1 = €1.14

(a) How many Euros does she receive? [2]

(b) She spends 240 Euros. How much does she have left? [1]

(c) When she returns she exchanges her Euros for British money.

Using the same exchange, how much will she get, to the nearest penny? [2]

4. Kailey has £600 spending money for her trip to Malta.

She wants to bring at least a quarter of it back with her.

She returns with 190 euros which she changes back to British pounds at an exchange rate of £1 = 1.24 euros.

Did she return home with as much money as she hoped?

You must show your working and give a reason for your answer. [3]

[12 marks]