# Simple Interest and Compound Interest

## Write True or False in the boxes

1) The person who borrows money from a bank is called a borrower. ☐

2) Interest is extra money paid by a money lender. ☐

3) The day on which money is borrowed is not included in the time period. ☐

4) Principal is the money borrowed from the bank by a borrower. ☐

5) In simple interest the value of principal keeps changing for the whole time period. ☐

6) In compound interest the value of principal remains the same for the whole period of time. ☐

7) The day on which money is paid back to the bank is included in the time. ☐

8) Amount is the sum of money borrowed and the interest on it. ☐

9) Compound interest is the sum of the final amount and the original principal. ☐

10) Compound interest for a time period can be calculated by adding up all interests obtained at regular intervals of time. ☐