



**SQ FM** A house was purchased at the start of 1986 for \$45 000.

**2**

**19** Assume that the value of the house has increased by 8% per annum since then.  
What is the value of the house at the end of 2019, to the nearest \$1000?

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$$2019 - 1986 = 33.$$

From start of 1986 to start of 2019 is 33 years.

Plus all of 2019 gives 34 years.

$$\text{Value} = 45\,000(1 + 0.08)^{34}$$

$$= 616\,056.0123\dots$$

$$= 616\,000 \text{ (nearest thousand)}$$

The value is \$616 000.

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\* These solutions have been provided by [projectmaths](http://projectmaths.com.au) and are not supplied or endorsed by NESA.