

CE 203 Civil Engineering Synthesis I

Chapter 3

INTEREST AND EQUIVALENCE

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January 24, 2007

Instructional Objectives

- Be able to define the time value of money.
- Be able to define the concept of equivalence
- Be able to give the single payment formula for compound interest in
 - mathematical and
 - functional notation
 - define the terms in these equations
 - Uses these equations to calculate present or future values