COUNCIL FOR
Economic
Education
You're never too young to learn about money

Quizzizz Formative Assessment: Creation Guide

- Create a Quiz
    - Name this Quiz: Calculating Simple Interest
    - Add a Title Image: Optional
    - Select Language: English

- Create a new question
    - The interest rate is given as a percentage. Before using it in the simple interest formula, you must first convert the percentage to a(n)
        - Currency.
        - **Decimal.**
        - Exponent.
        - Fraction.

    - What is the simple interest formula?
        - $I = P * r * t$
        - $I = (P + r)/nt$
        - $I = P(1 + \frac{r}{n})^{nt}$
        - $I = P + r + t$

    - In the simple interest formula, what does P represent?
        - **The amount of money borrowed**
        - The cost of credit or a finance charge
        - The length of the loan in years
        - The total interest paid over the life of the loan

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    - A lender earns simple interest on:
        - **The principal balance only.**
        - The principal balance and interest previously charged.
        - The interest previously charged only.
        - The lender does not earn simple interest.