

# **Substitution**

mc-bus-subs-2009-1

#### Introduction

This leaflet revises the way in which symbols in formulas are replaced by actual numerical values - a process known as substitution. You will need a calculator to check these examples.

#### **Substitution**

Substitution is revised here by means of examples.

# **Example**

Find the value of A = xy when x = 8 and y = 4.

#### Solution

We replace the letters x and y by their numerical values. Remember that xy means the product of x and y - that is we multiply x and y together.

$$A = xy = (8)(4) = 32$$

#### **Example**

Find the value of  $I=P\,i\,n$  when  $P=100,\,i=0.05$  and n=3.

#### Solution

We replace the letters P, i and n by their numerical values:

$$I = P i n = (100)(0.05)(3) = 15$$

## **Example**

Find the value of  $V = \pi r^2 h$  when r = 3 and h = 7.

## Solution

$$V=\pi r^2 h=\pi(3^2)(7)=63\pi=197.920$$
 (correct to three decimal places)

# **Example**

Find the value of  $S = P(1+i)^n$  when P = 500, i = 0.075 and n = 4.

## Solution

Substitute the given values:

$$S = 500(1 + 0.075)^4$$

Remember to perform the operation in the brackets first and then raise your answer to the power 4 before multiplying by 500. The correct answer is 667.735 (correct to 3 decimal places).

# **Example**

Find the value of  $(1+i)^{-n}$  when i=0.03 and n=8.

# Solution

$$(1+i)^{-n} = (1+0.03)^{-8} = 1.03^{-8} = 0.789$$
 to three decimal places

# **Example**

Find the value of  $(1+i)^n - 1$  when i = 0.015 and n = 9.

# **Solution**

Substituting the given values

$$(1+i)^n - 1 = (1+0.015)^9 - 1 = (1.015)^9 - 1 = 0.143$$
 to three decimal places

# **Example**

Find the value of  $\frac{i}{(1+i)^n-1}$  when n=10 and i=0.11.

# **Solution**

$$\frac{i}{(1+i)^n - 1} = \frac{0.11}{(1+0.11)^{10} - 1}$$

$$= \frac{0.11}{1.11^{10} - 1}$$

$$= 0.060 to three decimal places$$

# **Example**

Find the value of  $\frac{(1+i)^n-1}{i(1+i)^n}$  when i=0.02 and n=12.

$$\begin{array}{ll} \frac{(1+i)^n-1}{i(1+i)^n} & = & \frac{1.02^{12}-1}{0.02(1.02^{12})} \\ & = & 10.575 & \text{to three decimal places} \end{array}$$

# **Exercises**

1. Find the value of  $\frac{(1+i)^n-1}{i(1+i)^n}$  when i=0.03 and n=5.

# **Answers**

1. 4.580 (3dp).