

2:30 Quiz: 2/1/12

Name _____

Quiz: You have just deposited \$100,000 into an account with an APR of 6% per year with monthly compounding. Beginning five months from today, you plan to make the first of a series of semiannual withdrawals through five years and eleven months from today. You would like for your withdrawals to increase by 1% each. How large can you make your first withdrawal?

Note: You don't have to solve anything, just set up the appropriate equations and fill in the correct numbers you would need to answer the question.

Note: Bonus WSJ Questions on back of page