Simple Interest (SI)

- SI = $\frac{PTR}{100}$
- Amount = P + SI

Compound Interest (CI)

- Amount = $P\left(1+\frac{R}{100}\right)^{n}$
- CI = Amount − P
- **CI − SI (2 years)**
  $= P\left(\frac{R}{100}\right)^{2}$