

SAMPLE CALCULATION OF INTEREST

Settlement \$100,000

Period of Possession 2-5-03 to 4-30-04

		Rate
February 5 to June 30,2003	145 Days	2.468
July 1 to December 31, 2003	184 Days	1.859
January 1 to March 31, 2004 (Quarterly periods beginning 2004)	91 Days	1.590
April 1 to April 30, 2004	30 Days	1.467

(2004 - Leap Year - 366 Days)

	Principal carried forward		Rate for period		# days period		# days in year		Interest earned
Step 1	\$100,000.00	x	.02468	x	145	÷	365	=	\$980.44
Step 2	\$100,980.44	x	.01859	x	184	÷	365	=	\$946.33
Step 3	\$101,926.77	x	.01590	x	91	÷	366	=	<u>\$402.94</u>
Step 4	\$102,329.71	x	.01467	x	30	÷	366	=	<u>\$123.05</u>
Total interest:									\$2,452.76

Recapitulation

Settlement (Principal)	\$100,000.00
Total Interest	<u>2,452.76</u>
Total Settlement	\$102,452.76