

1. How much money will be required to buy 400, ₹ 12.50 shares at a premium of ₹ 1 ?
2. How much money will be required to buy 250, ₹ 15 shares at a discount of ₹ 1.50 ?
3. A person buys 120 shares at a nominal value of ₹ 40 each, which he sells at ₹ 42.50 each. Find his profit and profit percent.
4. Find the cost of 85 shares of ₹ 60 each when quoted at ₹ 63.25.
5. A man invests ₹ 800 in buying ₹ 5 shares and when they are selling at a premium of ₹ 1.15, he sells all the shares. Find his profit and profit percent.
6. Find the annual income derived from 125, ₹ 120 shares paying 5% dividend.
7. A man invests ₹ 3,072 in a company paying 5 % per annum, when its ₹ 10 share can be bought for ₹ 16 each. Find :
 - (i) his annual income;
 - (ii) his percentage income on his investment.
8. A man invests ₹ 7,770 in a company paying 5 percent dividend when a share of nominal value of ₹ 100 sells at a premium of ₹ 5. Find :
 - (i) the number of shares bought;
 - (ii) annual income;
 - (iii) percentage income.
9. A man buys ₹ 50 shares of a company, paying 12 percent dividend, at a premium of ₹ 10. Find :
 - (i) the market value of 320 shares;
 - (ii) his annual income;
 - (iii) his profit percent.
10. A man buys ₹ 75 shares at a discount of ₹ 15 of a company paying 20% dividend. Find:
 - (i) the market value of 120 shares;
 - (ii) his annual income;
 - (iii) his profit percent.
11. A man has 300, ₹ 50 shares of a company paying 20% dividend. Find his net income after paying 3% income tax.
12. A company pays a dividend of 15% on its ten-rupee shares from which it deducts income tax at the rate of 22%. Find the annual income of a man who owns one thousand shares of this company ?
13. A man invests ₹ 8,800 in buying shares of a company of face value of rupees hundred each at a premium of 10%. If he earns ₹ 1,200 at the end of the year as dividend, find :
 - (i) the number of shares he has in the company.
 - (ii) the dividend percent per share. **[2001]**
14. A man invests ₹ 1,680 in buying shares of nominal value ₹ 24 and selling at 12% premium. The dividend on the shares is 15% per annum. Calculate :
 - (i) the number of shares he buys;
 - (ii) the dividend he receives annually.
15. By investing ₹ 7,500 in a company paying 10 percent dividend, an annual income of ₹ 500 is received. What price is paid for each of ₹ 100 share ?

EXERCISE 3.2

1. A man buys 75, ₹ 100 shares paying 9 percent dividend. He buys shares at such a price that he gets 12 percent of his money. At what price did he buy the shares ?
2. By purchasing ₹ 25 gas shares for ₹ 40 each, a man gets 4 percent profit on his investment. What rate percent is the company paying ? What is his dividend if he buys 60 shares ?
3. Hundred rupee shares of a company are available in the market at a premium of ₹ 20. Find the rate of dividend given by the company when a man's return on his investment is 15 percent.
4. ₹ 50 shares of a company are quoted at a discount of 10%. Find the rate of dividend given by the company, the return on the investment on these shares being 20 percent.
5. A company declares 8 percent dividend to the share holders. If a man receives ₹ 2,840 as his dividend, find the nominal value of his shares.
6. How much should a man invest in ₹ 100 shares selling at ₹ 110 to obtain an annual income of ₹ 1,680, if the dividend declared is 12% ?
7. A company declares a dividend of 11.2% to all its share-holders. If its ₹ 60 share is available in the market at a premium of 25%, how much should Rakesh invest, in buying the shares of this company, in order to have an annual income of ₹ 1,680 ?
8. A man buys 400, twenty-rupee shares at a premium of ₹ 4 each and receives a dividend of 12%. Find :
 - (i) the amount invested by him.
 - (ii) his total income from the shares.
 - (iii) percentage return on his money.
9. A man buys 400, twenty-rupee shares at a discount of 20% and receives a return of 12% on his money. Calculate :
 - (i) the amount invested by him.
 - (ii) the rate of dividend paid by the company.
10. A company, with 10,000 shares of ₹ 100 each, declares an annual dividend of 5%.
 - (i) What is the total amount of dividend paid by the company ?
 - (ii) What should be the annual income of a man who has 72 shares in the company ?
 - (iii) If he received only 4% of his investment, find the price he paid for each share.
11. A lady holds 1800, ₹ 100 shares of a company that pays 15% dividend annually. Calculate her annual dividend. If she had bought these shares at 40% premium, what is the return she gets as percent on her investment ?
Give your answer to the nearest integer.
12. A man invests ₹ 11,200 in a company paying 6 percent per annum when its ₹ 100 shares can be bought for ₹ 140. Find :
 - (i) his annual dividend.
 - (ii) his percentage return on his investment.
13. Mr. Sharma has 60 shares of N.V. ₹ 100 and sells them when they are at a premium of 60%. He invests the proceeds in shares of nominal value ₹ 50, quoted at 4% discount, and paying 18% dividend annually. Calculate:
 - (i) the sale proceeds;
 - (ii) the number of shares he buys; and
 - (iii) his annual dividend from the shares.

14. A company with 10,000 shares of nominal value ₹ 100 declares an annual dividend of 8% to the share-holders.
- Calculate the total amount of dividend paid by the company.
 - Ramesh had bought 90 shares of the company at ₹ 150 per share. Calculate the dividend he receives and the percentage of return on his investment.
15. Which is the better investment : 16% ₹ 100 shares at 80 or 20% ₹ 100 shares at 120 ?
16. A man has a choice to invest in hundred-rupee shares of two firms at ₹ 120 or at ₹ 132. The first firm pays a dividend of 5% per annum and the second firm pays a dividend of 6% per annum. Find :
- which company is giving a better return.
 - if a man invests ₹ 26,400 with each firm, how much will be the difference between the annual returns from the two firms ?
17. A man bought 360, ten-rupee shares of a company, paying 12 percent per annum. He sold the shares when their price rose to

₹ 21 per share and invested the proceeds in five-rupee shares paying 4.5 percent per annum at ₹ 3.50 per share. Find the annual change in his income.

18. A man sold 400 (₹ 20) shares of a company, paying 5% at ₹ 18 and invested the proceeds in (₹ 10) shares of another company paying 7% at ₹ 12. How many (₹ 10) shares did he buy and what was the change in his income ?
19. Two brothers A and B invest ₹ 16,000 each in buying shares of two companies. A buys 3% hundred-rupee shares at 80 and B buys ten-rupee shares at par. If they both receive equal dividend at the end of the year, find the rate percent of the dividend received by B.
20. A man invests ₹ 20,020 in buying shares of N.V. ₹ 26 at 10% premium. The dividend on the shares is 15% per annum. Calculate :
- the number of shares he buys.
 - the dividend he receives annually.
 - the rate of interest he gets on his money.

1. By investing ₹ 45,000 in 10% ₹ 100 shares, Sharad gets ₹ 3,000 as dividend. Find the market value of each share.
2. Mrs. Kulkarni invests ₹ 1,31,040 in buying ₹ 100 shares at a discount of 9%. She sells shares worth ₹ 72,000 at a premium of 10% and the rest at a discount of 5%. Find her total gain or loss on the whole.
3. A man invests a certain sum in buying 15% ₹ 100 shares at 20% premium. Find :
- his income from one share.
 - the number of shares bought to have an income, from the dividend, ₹ 6,480.
 - sum invested.
4. Gagan invested 80% of his savings in 10% ₹ 100 shares at 20% premium and the rest of his savings in 20% ₹ 50 shares at 20% discount. If his incomes from these shares is ₹ 5,600, calculate :
- his investment in shares on the whole.
 - the number of shares of first kind that he bought.
 - percentage return, on the shares bought, on the whole.

5. Ashwarya bought 496, ₹ 100 shares at ₹ 132 each. Find :
- investment made by her.
 - income of Ashwarya from these shares, if the rate of dividend is 7.5%.
 - how much extra must Ashwarya invest in order to increase her income by ₹ 7,200 ?
6. Gopal has some ₹ 100 shares of company A, paying 10% dividend. He sells a certain number of these shares at a discount of 20% and invests the proceeds in ₹ 100 shares at ₹ 60 of company B paying 20% dividend. If his income, from the shares sold, increases by ₹ 18,000, find the number of shares sold by Gopal.
7. A man invests a certain sum of money in 6% hundred-rupee shares at ₹ 12 premium. When the shares fell to ₹ 96, he sold out all the shares bought and invested the proceed in 10%, ten-rupee shares at ₹ 8. If the change in his income is ₹ 540, find the sum invested originally.
8. Mr. Gupta has a choice to invest in ten-rupee shares of two firms at ₹ 13 or at ₹ 16. If the first firm pays 5% dividend and the second firm pays 6% dividend per annum, find :
- which firm is paying better.

- (ii) if Mr. Gupta invests equally in both the firms and the difference between the returns from them is ₹ 30, find how much, in all, does he invest ?
9. Ashok invested ₹ 26,400 in 12%, ₹ 25 shares of a company. If he receives a dividend of ₹ 2,475, find the :
- number of shares he bought.
 - market value of each share. **[2016]**
10. A man invested ₹ 45,000 in 15% ₹ 100 shares quoted at ₹ 125. When the M.V. of these shares rose to ₹ 140, he sold some shares, just enough to raise ₹ 8,400. Calculate :
- the number of shares he still holds;
 - the dividend due to him on these remaining shares.
11. Mr. Tiwari invested ₹ 29,040 in 15% ₹ 100 shares quoted at a premium of 20%. Calculate:
- the number of shares bought by Mr. Tiwari.
 - Mr. Tiwari's income from the investment.
 - the percentage return on his investment.
12. A dividend of 12% was declared on ₹ 150 shares selling at a certain price. If the rate of return is 10%, calculate :
- the market value of the shares.
 - the amount to be invested to obtain an annual dividend of ₹ 1,350.
13. Divide ₹ 50,760 into two parts such that if one part is invested in 8% ₹ 100 shares at 8% discount and the other in 9% ₹ 100 shares at 8% premium, the annual incomes from both the investments are equal.
14. Mr. Shameem invested $33\frac{1}{3}\%$ of his savings in 20% ₹ 50 shares quoted at ₹ 60 and the remainder of the savings in 10% ₹ 100 shares quoted at ₹ 110. If his total income from these investments is ₹ 9,200; find :
- his total savings
 - the number of ₹ 50 shares.
 - the number of ₹ 100 shares.
15. Vivek invests ₹ 4,500 in 8%, ₹ 10 shares at ₹ 15. He sells the shares when the price rises to ₹ 30, and invests the proceeds in 12% ₹ 100 shares at ₹ 125. Calculate :
- the sale proceeds
 - the number of ₹ 125 shares he buys.
 - the change in his annual income from dividend. **[2010]**
16. Mr. Parekh invested ₹ 52,000 on ₹ 100 shares at a discount of ₹ 20 paying 8% dividend. At the end of one year he sells the shares at a premium of ₹ 20. Find:
- the annual dividend.
 - the profit earned including his dividend. **[2011]**
17. Salman buys 50 shares of face value ₹ 100 available at ₹ 132.
- What is his investment ?
 - If the dividend is 7.5%, what will be his annual income ?
 - If he wants to increase his annual income by ₹ 150, how many extra shares should he buy ? **[2013]**
18. Salman invests a sum of money in ₹ 50 shares, paying 15% dividend quoted at 20% premium. If his annual dividend is ₹ 600, calculate :
- the number of shares he bought.
 - his total investment.
 - the rate of return on his investment. **[2014]**
19. Rohit invested ₹ 9,600 on ₹ 100 shares at ₹ 20 premium paying 8% dividend. Rohit sold the shares when the price rose to ₹ 160. He invested the proceeds (excluding dividend) in 10% ₹ 50 shares at ₹ 40. Find the :
- original number of shares.
 - sale proceeds.
 - new number of shares.
 - change in the two dividends. **[2015]**
20. How much should a man invest in ₹ 50 shares selling at ₹ 60 to obtain an income of ₹ 450, if the rate of dividend declared is 10%. Also find his yield percent, to the nearest whole number. **[2017]**