

59. Denise wants to target a net cash sum of £30,000 in three years' time in order to fund a purchase. Due to the relatively short period involved, she is using a deposit-based investment paying compound interest annually in arrears. Ignoring taxation, how much **must** she invest at outset if the available gross rate is 5% per annum?
- A. £24,681
 - B. £25,644
 - C. £25,916
 - D. £26,670

Key option: C

Learning outcome: 11.1