**Problem 1.42**

A company that manufactures general-purpose trans­ducers invested $2 million 4 years ago in high-yield junk bonds. If the bonds are now worth $2.8 million, what rate of return per year did the com­pany make on the basis of (*a*) simple interest, and (*b*) compound interest? (*c*) What is the spreadsheet function to find the answer for compound interest?