**Chapter 5: 5.3 Cross Border Shopping**

Canadians consumers would find it helpful to convert from U.S. dollars into Canadian dollars.

The conversion factor changes daily because the exchange rate changes daily.

For example, on one day the U.S. dollar conversion factor was $1.00 U.S. = $1.545 Canadian. Which means every U.S. dollar is worth 1.545 Canadian dollars.

Example:

While travelling in the United States, Steve sees a watch for $44.95. Calculate the cost of the watch in Canadian dollars using the conversion factor given above.

Solution:

Price in U.S. dollars x conversion factor

44.95 x 1.545 = 69.45

The price of the watch in Canadian dollars is $69.45

Complete Practice Questions on page 89 # 1 - 6