5. **In this question you should show all stages of your working.**

Solutions relying entirely on calculator technology are not acceptable.

A company made a profit of £20 000 in its first year of trading, Year 1

A model for future trading predicts that the yearly profit will increase by 8% each year, so that the yearly profits will form a geometric sequence.

According to the model,

(a) show that the profit for Year 3 will be £23 328

(1)

(b) find the first year when the yearly profit will exceed £65 000

(3)

(c) find the total profit for the first 20 years of trading, giving your answer to the nearest £1000

(2)