

NPV 2: DISCOUNTED CASH FLOW

DESCRIPTION:

This module discusses discounted cash flow analysis and the net present value (NPV) of a future stream of cash flows in depth.

Tutorial: 18 slides
Problem Sets: 4 problem sets; 22 questions
Average Time: 152 minutes

Sample question from problem set:

Course: Faculty Access (All Modules in Alphabetical Order)

Module: NPV 2: Discounted Cash Flow / Problem Set ID: 1108

Kris has been considering starting a small tree farm their property as a way to supplement their income. The tree seedlings cost **\$2** each to purchase and plant. Kris figures they can plant **2,000** seedlings. If all goes well, in **24** years, they will be able to net **\$120** per tree when they are harvested. Kris read that an appropriate discount rate would be **11%**.

What is the total cost to plant the trees on Kris' property?

  dollars (\$)

PS1 **1** **2** **3** **4** **5**

SUBMIT ANSWER

EXIT

Problem Sets **0** **4** **Total Questions** **0** **22**

