Appendix 2: Discounted Cash Flow

Date:	05-Mar-00
Division:	ITS
Project:	Sample
Project No:	
University Required Minimum Return:	7%
Useful Project Life:	$4 years
NPV Returned:	($7,256)
Internal Rate of Return:	
Project Sponsor:	
Project Manager:	
File Name:	C:\My Documents\1999\[NPV Appendix.xls]Sheet1
Prepared by:	
Phone Extension:	

Item	Year 0	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10	Total
Capital Expenditure (-ve)	$ 75,000											
Capital Income/Scrap (+ve)												
Setup Costs (-ve)												
Net Revenue Increase (+ve)		$20,000	$20,000	$20,000	$20,000							
Value Productivity Increases (+ve)												
Operating Expenses/Maintenance (-ve)												
Other Incremental Costs (-ve)												
Depreciation (-ve)												
TOTAL	-$ 75,000	$20,000	$20,000	$20,000	$20,000	$ -	$ -	$ -	$ -	$ -	$ -	
NPV	-$ 75,000	$18,692	$17,469	$16,326	$15,258	$ -	$ -	$ -	$ -	$ -	$ -	-$ 7,256

Attach working papers to explain all entries