Module 3: Essential Formulas

© Purpose of Formulas in Excel

Formulas in Excel allow users to perform **automatic calculations** using values in cells. They're used to:

- · Analyse and summarise data
- Automate repetitive calculations
- · Maintain data consistency and reduce human error

Where to Write a Formula

You can type a formula:

- Directly in the cell (start with =)
- Or in the formula bar (top of the Excel window)
- ✓ All formulas must start with an equal sign (=)

W BASIC FORMULA OPERATIONS

★ Why Are We Using Cell Referencing?

Using cell references in formulas helps:

- · Auto-update results if input values change
- · Apply the same logic across rows/columns
- · Avoid manual errors and save time

⊀ Apply Formula to Multiple Rows

- 1. Enter the formula in the first row.
- 2. Hover at the **bottom-right corner** → shows a **+ symbol**
- 3. Drag down to copy the formula across cells

👣 Apply Across Records (AutoFill):

- 1. Enter =SUM(A2:A5) in the first row.
- 2. Select the cell.
- 3. Drag the **bottom-right corner (the small + sign)** down to apply the formula across rows.

This auto-updates cell references if relative referencing is used.

Types of Cell References

Type	Example	What it does
Relative	A1	Changes as you copy the formula
Absolute	\$A\$1	Fixed column and row
Mixed (Column Lock)	\$A1	Column stays fixed, row changes
Mixed (Row Lock)	A\$1	Row stays fixed, column changes

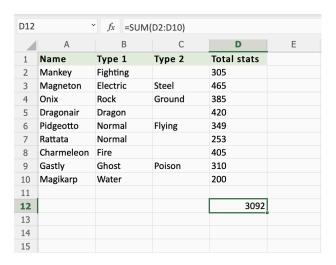
+ SUM FORMULA

Syntax: =SUM(number1, number2, ...)

Or for a range: =SUM(D2:D10)

▼ Basic Usage:

Adds up all numeric values in the specified cells or range.



+ Adding a Constant Value to Each Cell in a Column

Scenario:

Add ₹50 delivery charge to every product price.

Assume:

- Prices in A2:A10
- Delivery fee in cell B1 = 50
- Formula in C2: =A2 + \$B\$1

Now drag down the formula from c2. The A2 part changes (A3, A4...), but \$8\$1 stays constant.

Tip: Use s for constants or fixed references in repeated formulas.

× PRODUCT FORMULA

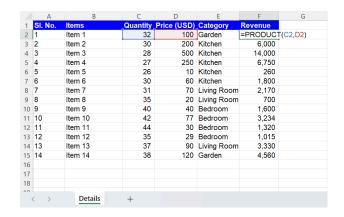
Syntax: =PRODUCT(number1, number2, ...)

Or: =PRODUCT(A1:A3)

Usage:

Multiplies all values in the specified range.

Example:



+ AVERAGE FORMULA

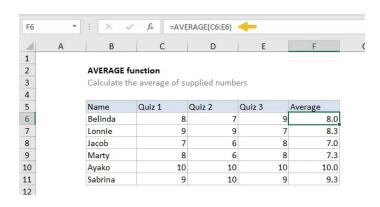
Syntax: =AVERAGE(number1, number2, ...)

Or: =AVERAGE(A1:A5)

Usage:

Calculates the mean value from the range.

Example:



➡ Tip: Use with relative references unless averaging with a fixed bonus (e.g., □=AVERAGE(A2, \$B\$1)).

WEY TAKEAWAYS

- Use **Relative Reference** for formulas that adapt per row/column.
- Use **Absolute Reference** (s) to fix a cell in all copied formulas.
- Use Mixed Reference for semi-dynamic formulas in tables.
- SUM, PRODUCT, and AVERAGE work similarly and support ranges, constants, and relative/absolute referencing.
- Drag Down (Fill Handle) is your best friend for repeating patterns efficiently.

Part 2: Mathematical Functions in Excel

Before You Begin: Formula Tips

▼ Formula Suggestion Feature

When you type followed by letters (e.g., s), Excel automatically shows a **dropdown list of** matching functions, such as:

- =SUM
- =SUBTOTAL
- =SQRT

You can press Tab to autocomplete a function from the list.

Q Use of: in Formulas

The colon : is used to **define a range** between two cells.

For example:

- A1:A5 → refers to cells A1, A2, A3, A4, and A5
- B2:D2 → includes B2, C2, and D2

Used in almost all functions like SUM, MIN, MAX, etc.

+ SUM()

Definition:

Adds values in a selected range.

Example: =SUM(D2:D10)

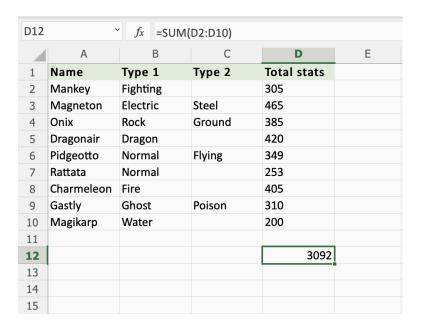
Use Case:

Find total marks, total sales, etc.

Δ

Fill Down:

- Use fill handle (bottom-right corner) to apply the formula across rows.
- Excel automatically adjusts the cell references (if not using \$).



▼ MIN() and ▲ MAX()

Definitions:

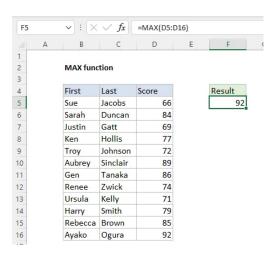
- MIN() returns the smallest value in the range.
- MAX() returns the largest value in the range.

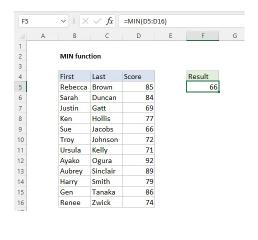
Example:

- =MIN(D5:D16)
- =MAX(D5:D16)

Use Case:

- Find the lowest/highest score in a test.
- Identify the minimum or maximum sales in a month.





AVERAGE() / AVG()

Definition:

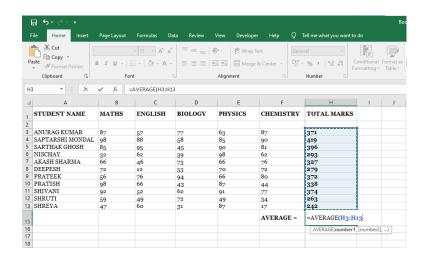
Returns the arithmetic mean (sum ÷ count).

Syntax: =AVERAGE(A1:A5)

Note: AVG() is not a valid function. Use AVERAGE().

Use Case:

- Calculate average marks.
- · Analyze trends like monthly sales averages.



KANK()

Definition:

Displays the rank of a number in a list.

Syntax: =RANK(number, ref_range, [order])

- number: the value to rank.
- ref_range: list of values.
- order: 0 for descending (default), 1 for ascending.

Example: =RANK(A2, A2:A10, 0)

Ranks the value in A2 among A2 to A10.

SUMPRODUCT()

Definition:

Multiplies corresponding elements in two (or more) arrays and returns their sum.

Syntax: =SUMPRODUCT(array1, array2)

✓ Use Case:

- Total cost: Multiply price × quantity row-wise.
- =SUMPRODUCT(C3:C11, D3:D11)/SUM(D3:D11)

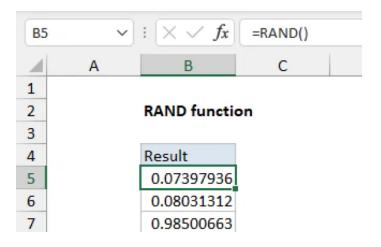
D15		* 1 ×	· /	f _x =SUMF	PRODUC	Γ(C3:C11,E	03:D11)/S	JM(D3:D1:	1)	
al	Α	В	С	D	E	F	G	Н	T.	J
1										
2		Item	Score, %	Weight, %						
3		Quiz 1	81	5						
4		Quiz 2	78	5						
5		Quiz 3	93	5						
6		Exam 1	85	20						
7		Quiz 4	95	5						
8		Quiz 5	86	5						
9		Quiz 6	96	5						
10		Exam 2	94	20						
11		Final Exam	92	30						
12										
13		SUMF	PRODUCT:	8985						
14			SUM:	100						
15		Weighted	Average:	89.85						
16										

RAND() & RANDBETWEEN()

RAND()

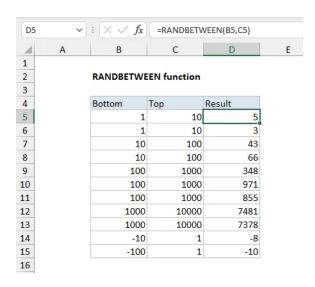
- Returns a random decimal between 0 and 1.
- Changes every time the worksheet recalculates.

Syntax: =RAND()



RANDBETWEEN()

- Returns a random integer between two numbers (inclusive).
- Syntax: =RANDBETWEEN(bottom, top)
- Example: =RANDBETWEEN(B5,C5)



▲ Issues with RAND/RANDBETWEEN:

- **Dynamic updates**: The value keeps changing **whenever the sheet recalculates** (pressing Enter, editing a cell, etc.).
- If you need a fixed result, use:
 - Paste Special → Values to **lock** the current result.

PASTE OPTIONS (for RAND/RANDBETWEEN or any function)

When copying a formula like =RANDBETWEEN(1, 100):

Right-click → **Paste Options**:

Option	Icon	Use
Formulas	fx	Pastes only the formula (e.g., =RANDBETWEEN())
Values	123	Pastes the result , not the formula
Formatting	brush	Pastes the visual style, not the data
Transpose	$\updownarrow \leftrightarrow$	Switches row to column or vice versa
Paste All		Pastes everything (formulas, values, formatting)

How to Paste as Values:

- 1. Copy the cell with the formula (ctrl+c)
- 2. Right-click the destination cell
- 3. Select Paste Values (123 icon)

This will lock the random number so it doesn't change.

P The Power of 💲 in Mathematical Functions

Use s to fix cells when applying formulas across multiple rows/columns.

Example in SUMPRODUCT with fixed price column:

=SUMPRODUCT(A2:A5, \$B\$2:\$B\$5)

This ensures the second range doesn't change when copied.

Key Takeaways

- Use : to define a range of cells.
- Function suggestions appear as you type (use Tab to select).
- Use RAND/RANDBETWEEN with care they change on recalculation!
- Use **Paste as Values** to lock random or formula-generated results.
- s is essential to fix cell references in any function (especially when copying).

Part 3: Textual Functions in Excel

6 Why Use Text Functions?

Excel is not just for numbers — **text functions** help you clean, analyze, or manipulate text data like names, addresses, codes, etc.

Text functions help you:

- · Clean messy data
- · Join names or codes
- · Format text (like UPPER/lowercase)
- Extract part of a string (like first name, last 4 digits, etc.)

Where to Find These?

P Formulas Ribbon

Go to: Formulas Tab → Function Library



₩ TRIM()

What It Does:

Removes all **extra spaces** from a text string — leading, trailing, and additional spaces **in between words**.

Cleans up text from left, right, and middle (keeps single spaces between words).

Syntax: =TRIM(text)

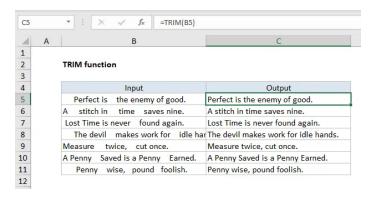
Example:

• =TRIM(" Hello World ") → Hello World

A Note:

• The output is a formula. If you want plain text, use:

o Copy → Paste Special → Values

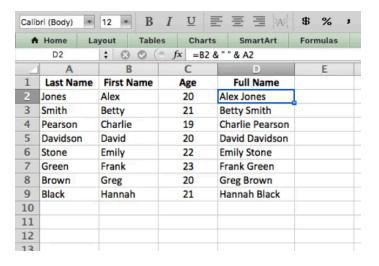


₹ CONCATENATE / & / TEXTJOIN

Purpose:

To join multiple text strings into one.

- Methods:
- ◆ 1. Using & : =A1 & " " & B1
- ◆ 2. Using CONCAT() (newer): =CONCAT(A1, " ", B1)
- ◆ 3. Using TEXTJOIN() (best for skipping blanks): =TEXTJOIN(" ", TRUE, A1, B1, C1)



SUBSTITUTE()

Purpose:

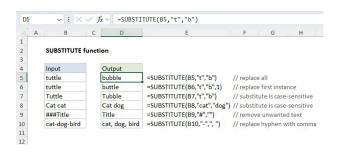
Replaces **specific text or characters** with something else.

Syntax: =SUBSTITUTE(text, old_text, new_text, [instance_num])

• instance_num is optional — use it to replace only the nth occurrence.

Examples:

=SUBSTITUTE(B5, "t", "b")



B UPPER(), LOWER(), PROPER()

What They Do:



LEN()

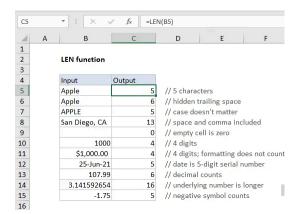
Purpose:

Counts the number of characters (including spaces) in a text string.

Syntax: =LEN("Hello") \rightarrow 5

Use:

- Validate data (e.g., 10-digit phone numbers)
- · Count letters in a name



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LEFT(), RIGHT(), MID()

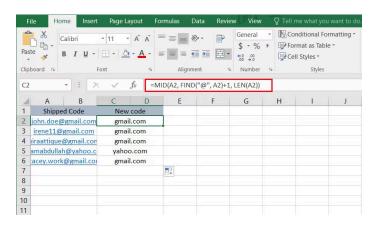
Purpose:

To extract part of a string from the left, right, or middle.

Syntax & Examples:

- ◆ LEFT: =LEFT("Excel", 2) → "Ex"
- RIGHT: =RIGHT("Excel", 2) → "el"
- MID: =MID("ExcelFun", 6, 3) → "Fun"
- Starts at character 6, takes 3 characters.

Example



Common Task: Combine Functions

Example:

Trim, Proper Case & Combine: =PROPER(TRIM(A1)) & " " & PROPER(TRIM(B1))

Use when names/emails are messy:

• "joHN" + "doe" \rightarrow John Doe

▲ Paste Special: Formula to Plain Text

When using functions like TRIM, SUBSTITUTE, etc., the result stays as a formula.

To convert it to plain text:

Steps:

- 1. Copy the result column
- 2. Right-click on the target cell. Choose Paste Special → Values (☐123 icon)

This locks the value and removes the formula.

Tips & Takeaways

- Use 8 or TEXTJOIN() to merge cells with custom separators.
- Use TRIM() to clean up unwanted spaces.
- Use SUBSTITUTE() for smart text replacements with optional instance control.
- Always use Paste Special → Values when you want to freeze the result.
- LEFT, RIGHT, and MID are essential for code/data extraction.
- All major functions are available under the **Formulas Ribbon > Text**.

Part 4: Logical Functions

6 Why Use Logical Functions?

Logical functions help Excel **make decisions based on conditions**. They're powerful for creating **dynamic spreadsheets**, such as:

- Checking if marks are above a pass level
- Giving results like "Pass"/"Fail", "Yes"/"No"
- Counting/summing values based on conditions

VIF() Function

Definition:

Checks a condition, and returns one value if TRUE, another if FALSE.

Syntax: =IF(condition, value_if_true, value_if_false)

Examples:

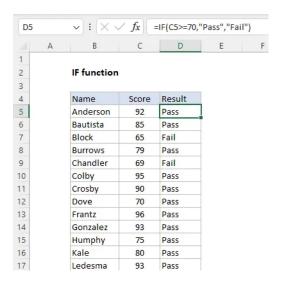
With Text:

```
=IF(A2>=40, "Pass", "Fail")
```

If value in A2 is 40 or more, result = "Pass", else "Fail".

With Numbers:

=IF(C5≥70, "Pass", "Fail")



AND() Function

Definition:

Returns TRUE only if all conditions are TRUE.

Syntax:

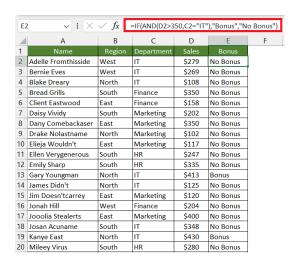
=AND(condition1, condition2, ...)

Example:

=AND(A2>=40, B2>=40)

Returns TRUE only if both A2 and B2 ≥ 40

Can be used inside IF:



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OR() Function

Definition:

Returns TRUE if at least one condition is TRUE.

Syntax:

=OR(condition1, condition2, ...)

Example:

=IF(OR(A2="Math", A2="Science"), "STEM", "Other")

COUNTIF()

Definition:

Counts the number of cells that meet a condition.

Syntax:

=COUNTIF(range, criteria)

Examples:

Count students with marks ≥ 40:

=COUNTIF(A2:A10, ">=40")

Count how many are from "Delhi":

=COUNTIF(B2:B20, "Delhi")

+ SUMIF()

Definition:

Adds up values only if they meet a condition.

Syntax:

=SUMIF(range_to_check, criteria, [sum_range])

• If sum_range is omitted, Excel sums values in range_to_check.

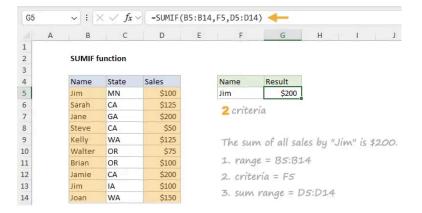
Examples:

Sum all sales above ₹10,000:

=SUMIF(A2:A20, ">10000")

Sum sales from Region "North":

=SUMIF(B5:B14, F5, D5:D14)



Tips & Best Practices

- Always use **quotation marks** around text criteria (e.g., "Pass", ">=40").
- Combine F, AND, OR for complex logic.
- Use COUNTIF/SUMIF to perform conditional analysis on large datasets.
- You can use absolute referencing (s) in logical formulas when copying across rows.

P Logical Functions Quick Summary

Function	Use
IF()	Make decision: one result for TRUE, another for FALSE
AND()	TRUE only if all conditions are met
OR()	TRUE if any condition is met
COUNTIF()	Count how many cells meet a condition
SUMIF()	Add only those values that meet a condition

Part 5: Date and Time Functions (Complete with DAYS())

6 Why Use Date & Time Functions?

Date and time functions allow Excel to:

- · Insert real-time date/time values
- · Extract parts like day, month, or year
- · Calculate differences between two dates
- · Create timelines, deadlines, schedules, and reports

TODAY() and NOW()

Function	Description	Output Example	
=TODAY()	Returns current date	21-May-2025	
=NOW()	Returns current date & time	21-May-2025 14:35	

Auto-Update:

These functions recalculate automatically when the workbook changes or opens.

 \Leftrightarrow Freeze Result: Use Copy \Rightarrow Paste Special \Rightarrow Values to stop auto-update.

Date Formatting

To change how a date appears:

- 1. Select the cell
- 2. Go to: Home → Number Group → Format Cells (Ctrl + 1)
- 3. Choose from:
 - Short Date → 21/05/2025
 - Long Date → Wednesday, May 21, 2025
 - Time formats like 1:30 PM

Q DAY(), MONTH(), YEAR()

Extracts parts of a date:

Formula	Result	Purpose
=DAY("21-May-2025")	21	Extracts day
=MONTH("21-May-2025")	5	Extracts month (1–12)
=YEAR("21-May-2025")	2025	Extracts year

Useful in sorting or filtering by month/year.

NATEDIF()

Calculates difference between two dates.

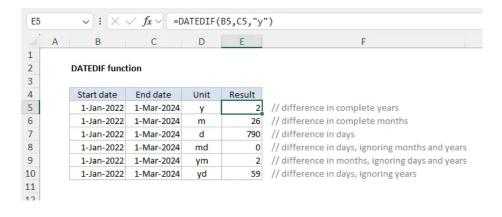
Syntax:

=DATEDIF(start_date, end_date, unit)

Unit	Meaning
"d"	Days
"m"	Months
"у"	Years

Example:

=DATEDIF(B5, C5, "y") → Age in years



B DAYS() Function

Definition:

Returns the **number of days** between two dates — **simple and direct**.

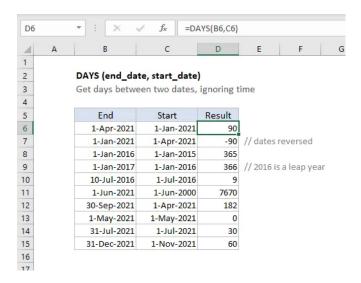
Syntax:

=DAYS(end_date, start_date)

Example:

=DAYS("31-Dec-2025", "01-Jan-2025") → 364

▲ Make sure the end date is second, or you'll get a negative result.



Comparison:



77 NETWORKDAYS()

Purpose:

Returns number of working days between two dates (excludes weekends, optionally holidays).

Syntax: =NETWORKDAYS(start_date, end_date, [holidays])

Add a range of holidays if needed.

Examples Using Today()

Task	Formula	
Days till new year	=DAYS(DATE(2025,12,31), TODAY())	
Age in full years	=DATEDIF(DOB, TODAY(), "y")	
Current month	=MONTH(TODAY())	
Days since joining date	=DAYS(TODAY(), A2) (where A2 is join date)	

Key Tips

- Dates are stored as **serial numbers** (e.g., 21-May-2025 = 45141)
- · Use custom formats for readable output
- Use DAYS() for quick differences, DATEDIF() for flexibility
- Paste TODAY() or Now() as values to freeze

Part 6: Lookup Functions

Why Use Lookup Functions?

Lookup functions allow Excel to **search for a value** in a range or table and return a corresponding result. They are essential for:

- Matching product codes to prices
- · Fetching student names, marks, or data from reference tables
- · Dynamic dashboard/report generation

🔎 1. VLOOKUP()

Definition:

Searches vertically in the first column of a range and returns a value from a specified column.

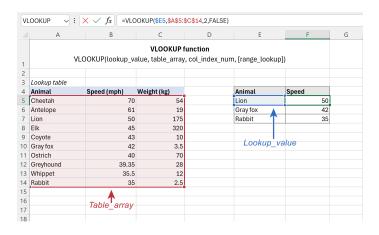
Syntax:

=VLOOKUP(lookup_value, table_array, col_index_num, [range_lookup])

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Parameter	Description
lookup_value	The value to find
table_array	The table range to search
col_index_num	The column number (starting from 1) to return value from
range_lookup	TRUE = Approximate match, FALSE = Exact match

Example:



2. HLOOKUP()

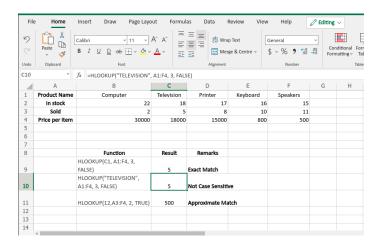
Definition:

Searches horizontally in the top row of a range and returns a value from a specified row.

Syntax:

=HLOOKUP(lookup_value, table_array, row_index_num, [range_lookup])

Example:



Definition:

Returns the value of a cell based on row and column numbers from a defined range.

Syntax:

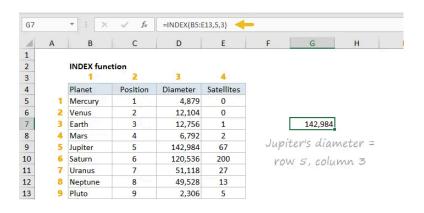
=INDEX(array, row_num, [column_num])

Example:

=INDEX(B5::E13, 5, 3)

Returns the value from 5nd row, 3rd column of range A2:C6.

Very useful when paired with MATCH() to create dynamic lookups.



12 4. MATCH()

Definition:

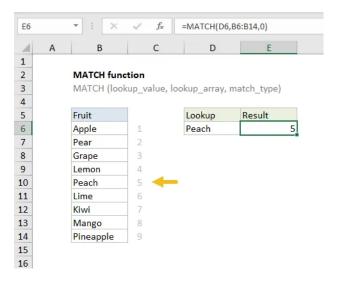
Returns the **position number** of a value within a row or column.

Syntax:

=MATCH(lookup_value, lookup_array, [match_type])

Match Type	Description
0	Exact match
1	Less than or equal
-1	Greater than or equal

Example:



5. INDEX + MATCH (Better than VLOOKUP)

Combines INDEX() and MATCH() to create a more **flexible** and **powerful** lookup (especially when lookup column is not the first).

Example:

=INDEX(C2:C10, MATCH("A102", A2:A10, 0))

- MATCH("A102", A2:A10, 0) returns the row number
- INDEX(C2:C10, ...) returns the value from C column in that row

Advantages over VLOOKUP:

- Doesn't require the lookup column to be the first
- Faster and more efficient with large data. Supports left lookups (VLOOKUP cannot)

Use of \$ in Lookup Functions

Use Case	Example	Why Use \$
Lock the lookup table	\$A\$2:\$D\$10	Prevents the range from shifting when copied
Lock the lookup column	\$A2	Fix column only
Lock the lookup row	A\$2	Fix row only

Lookup Functions Quick Summary

Function	Use Case
VLOOKUP()	Vertical search in first column
HLOOKUP()	Horizontal search in top row
INDEX()	Get value by row/column index
MATCH()	Find position of a value
INDEX + MATCH	Flexible, efficient lookup alternative

Real-Life Example

You have a product code in A2, and a table in F2:H10 where:

- Column F: Product Code
- Column G: Product Name
- Column H: Price

=VLOOKUP(A2, \$F\$2:\$H\$10, 3, FALSE)

Returns the price for the matching product code.

BEST PRACTICES

- Use Named Ranges for easier formula reading.
- Avoid hardcoded values in formulas—use cell references.
- Use \$ (absolute referencing) for fixed references in reusable formulas.
- Apply Paste Special → Values when you want to freeze result values.
- Use IF + AND/OR for multi-condition logic.
- Combine **TEXT + DATE + LOGIC + LOOKUP** functions for powerful dashboards.