Why is it a problem to ignore the time value of money when calculating the payback period?

Answer: <https://courses.lumenlearning.com/acctmgrs/chapter/8-5-the-payback-method/>

Answer2: The most significant advantage of the payback method is its simplicity. It's an easy way to compare several projects and then to take the project that has the shortest payback time. However, the payback has several practical and theoretical drawbacks.