

assignment - 11

business

Why does EBIT fall as the firm takes more debt?

⇒ Earning before interest and

taxes  
decrease to not and more  
of the higher interest cost

Excesses and Company payment  
values counted payment and after  
tax may high reduce investment.  
In core operating cash as the  
payment and before and tax more  
product and in the payment are good  
life in the business not clear yet  
acted put before tax in the business  
with operating profit reduce  
EBIT over time. Earning before  
tax are calculated in the business.  
~~Affecting operating performance~~  
and EBIT profitable investment.  
Overall the company and the  
business forces manage < growing  
efficiency potentially affecting  
EBIT and are highly intense  
in the project