**Financial performance and firm value**

**Case**

**Use the information below and value**

1. **The ROA or return on assets**
2. **The ROE or return on equities**

**Do you create value?**

*EBIT AFTER TAXES (Net operating profit after taxes) = 50 millions USD*

*Book value of net financial debt: 200 millions USD.*

*Equity capital: 200 millions USD.*

*Corporate tax rate: 30%.*

*YTD (Yield to Debt): 5% (per year).*

WACC (Weighted average cost of capital): 12%.