

Report

The Assumptions

	Base year	Years 1-5	Years 6-10		After year 10	Link to story
Revenues (a)	76559.0	0.15	0.02		0.02	
Operating margin (b)	-0.031	-0.031	0.096		0.096	
Tax rate	0.25	0.25	0.25		0.25	
Reinvestment (c)		Sales to capital ratio =	3.8	RIR=	0.2	
Return on capital	-0.1178	Marginal ROIC =	0.7598		0.1	
Cost of capital (d)		0.0925	0.075		0.075	

The Cash Flows

	Revenues	Operating Margin	EBIT	EBIT (1-t)	Reinvestment	FCFF
1	68903.10	-0.05	-3445.16	-3445.16	-2014.71	-1430.44
2	79238.57	0.05	3747.98	3672.28	2719.86	952.42
3	91124.35	0.10	8747.94	6560.95	3127.84	3433.12
4	104793.00	0.10	10060.13	7545.10	3597.01	3948.08
5	120511.95	0.10	11569.15	8676.86	4136.57	4540.29
6	135455.43	0.10	13003.72	9752.79	3932.50	5820.30
7	148730.07	0.10	14278.09	10708.56	3493.32	7215.24
8	159438.63	0.10	15306.11	11479.58	2818.04	8661.54
9	166772.81	0.10	16010.19	12007.64	1930.05	10077.60
10	170108.27	0.10	16330.39	12247.80	877.75	11370.04
11	173510.43	0.10	16657.00	12492.75	2498.55	9994.20

The Value

Terminal value	181712.74	
PV(Terminal value)	78736.13	
PV (CF over next 10 years)	29139.75	
Value of operating assets	107875.89	
Adjustment for distress	0.00	Probability of failure =0.20
- Debt & Mnority Interests	28532.00	
+ Cash & Other Non-operating assets	10030.00	
Value of equity	0.00	
- Value of equity options	0.00	
Number of shares	566.00	
Value per share	0.00	Stock was trading at =127.68