**Confidence interval = 1 – α**

**Distance Rule:**

**If we accept**

**reject**

**For a given significance level of α**

**If we accept**

**reject**

where is the dependent variable.

is the independent variable.

is the intercept.

is the slope.

**where**

**where**

**NPV= pv(all cash inflows) – pv(all cash outflows)**

**NPV= pv(all cash flows)**

**Here c1=c2=…=cn**

A black and white image of a math equation

Description automatically generated