

Business Valuation

5 Common Methods

01

Asset Valuation

Tangible and intangible items

Historical Earnings Valuation

Gross income, ability to repay debt, and capitalization of cash flow or earnings to determine the current value

02

03

Relative Valuation

Compare the value of your business's assets to the value of similar assets, giving you a reasonable asking price

Future Maintainable Earnings Valuation

Evaluate the sales, expenses, profits, and gross profits from the past three years

04

05

Discount Cash Flow Valuation

Take any business's future net cash flows and discount them to present-day values