



Key Term Acronyms

ABC: Activity-Based Costing

CAPEX: Capital Expenditures

CAPM: Capital Asset Pricing Model

COGS: Cost of Goods Sold

Cr.: Credit

CVP: Cost-Volume-Profit

DCF: Discounted Cash Flow

D/E Ratio: Debt-to-Equity Ratio

DOL: Degree of Operating Leverage

Dr.: Debit

EBIT: Earnings before Interest and Taxes

EBITDA: Earnings before Interest, Taxes, Depreciation and Amortization

EBT: Earnings before Taxes

EPS: Earnings per Share

FCFE: Free Cash Flow to Equity

FCFF: Free Cash Flow to the Firm

FIFO: First-in, First-out

FV: Future Value

GAAP: Generally Accepted Accounting Principles

IFRS: International Financial Reporting Standards

IPO: Initial Public Offering

IRR: Internal Rate of Return

LIFO: Last-in, First-out

NCD: Negotiable Certificate of Deposit

NOPAT: Net Operating Profit After Tax

NPV: Net Present Value

Δ WC: Net Working Capital

P/B Ratio: Price-to-Book Ratio

P/E Ratio: Price Earnings Ratio

PP&E: Property, Plant and Equipment

PV: Present Value

R&D: Research and Development

ROA: Return on Assets

ROE: Return on Equity

SG&A: Selling, General and Administrative

WACC: Weighted Average Cost of Capital

YTM: Yield to Maturity