Investment Appraisal

2-3 Hours
Online Course

Understand investment appraisal from setting up the spreadsheet through to making the investment decision. We cover payback period, ROI, NPV, IRR and making the business case.

OUTCOMES

- Be able to assess a project from a financial point of view
- Understand what's expected of you and how the process of project appraisal works
- Be able to use appraisal methodologies such as payback period, ROI, NPV and IRR
- Make a compelling business case

WHAT YOU WILL LEARN

Introduction

- Why appraise investments?

The appraisal process

- Example project
- Procedures and authorizations

Appraisal methodologies

- Setting up a spreadsheet
- Payback period
- Simple ROI
- Net present value (NPV)
- Compounding and discounting
- Examples
- Excel formula

Assessing a project

- Completing the appraisal
- Internal rate of return (IRR)
- Scenario analysis
- Sensitivity

Making the business case

- The complete appraisal
- The investment decision

Summary and conclusion