

	0	1	2	3	4
annual cash flows					
EBIT	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00
interest	60.19	60.19	60.19	60.19	60.19
EBT	339.81	339.81	339.81	339.81	339.81
Taxes	135.92	135.92	135.92	135.92	135.92
NI	203.89	203.89	203.89	203.89	203.89
Dep	0.00	0.00	0.00	0.00	0.00
CAPEX	0.00	0.00	0.00	0.00	0.00
Change in WC	0.00	0.00	0.00	0.00	0.00
Avail cash flow	240.00	240.00	240.00	240.00	240.00
Equity cash flow	240.00	240.00	240.00	240.00	240.00
annual debt schedule					
Beginning debt	752.36	752.36	752.36	752.36	752.36
Principal payments					
Debt	752.36	752.36	752.36	752.36	752.36
terminal value estimates					
Firm Value	1755.50	1755.50	1755.50	1755.50	1755.50
Debt	752.36	752.36	752.36	752.36	752.36
Equity	1003.14	1003.14	1003.14	1003.14	1003.14
annual discounting					
Debt/capital	0.4286	0.4286	0.4286	0.4286	0.4286
Equity/capital	0.5714	0.5714	0.5714	0.5714	0.5714
Asset beta	0.99998	0.99998	0.99998	0.99998	0.99998
All equity WACC	16.5%	16.5%	16.5%	16.5%	16.5%
Debt beta	0.00	0.00	0.00	0.00	0.00
Equity beta	1.4500	1.4500	1.4500	1.4500	1.4500
Cost of equity	0.2032	0.2032	0.2032	0.2032	0.2032
Cost of debt	0.08	0.08	0.08	0.08	0.08
WACC-cost of capital	13.67%	13.67%	13.67%	13.67%	13.67%