

DCF Reporting

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Discounted Cash Flow

The *Discounted-Cash-Flow Reporting* is in vogue in international investors. This technique of real estate assessment is often used by large investment banks, consultants and certified accountants to make the facilitate of investment decisions more comparable. It makes possible to compute the future price of investments at closing date. This future price, i. e. the return, which investors expects will be defined at the moment of purchasing. After all it ist the basic of the whole Discounted-Cash-Flow-Accounting.



Discounted cash flow report

With the Discounted-Cash-Flow-Method is under the circumstances of expected return of the investor the highest possible price accessible. Within this procedure of real estate evaluation a discounting of all incomings and outgoings on the day of the assessment take place. These will then be added at which all incomings concerning the object get positive and all outgoings negative. When the result becomes positive the investment will get profitable according the return expectation of the investor. The higher the positive result the lucrativer the investment. The real estate assessment with the DCF-method is interesting for investors because it is able to estimate the attractiveness of investments.

Yet you have another question leave it on this site for the metamagix-support-team.