

ENGINEUITY TUTORIAL



Company Value



Company Value

MAKING Financial decisions for period 5 in the Early Years

Change period Key information Help

ASSET BASE		
	Before decisions	After decisions
Cash account:	-121,446	-121,446
Capital base:	4,134,990	4,134,990
Investments:	720,282	720,282
Company value:	4,733,826	4,733,826

(The current overdraft limit for the cash account is 650,000)

DIVIDENDS

Amount of Equity of 5,450,000

The **value** of the Company at any time is measured by its assets, which consist of :-

CASH IN THE BANK

The cash balance can be :-

- In **credit (positive; an asset)**
- In **overdraft (negative; a liability)**, and subject to an overdraft limit

CAPTAL BASE

The company's investment in plant, equipment, buildings etc, which determine the level of work that the company can undertake.

INVESTMENTS

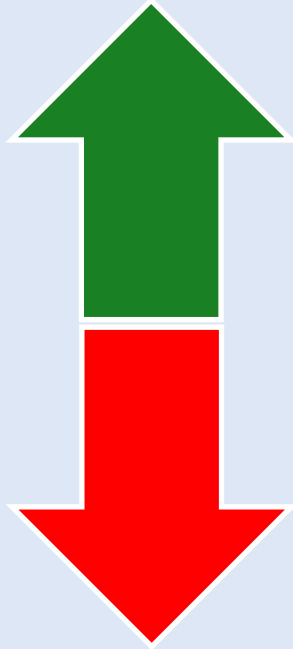
The company's cash investment in other concerns, which may not necessarily be construction-related.

Display details for Adapt TP
Remove investment for Adapt TP



Company Value

INCREASED BY



- Generating an operating profit (into the cash account)
- Good investments

REDUCED BY

- Dividend payments to shareholders (from cash account)
- Making an operating loss (from cash account)
- Depreciation of the capital base
- Poor investments