

Download Capital Budgeting Decisions Are Generally Based On

ACCT 202 Chapter 25. STUDY. PLAY. Long-term Investments. Capital budgeting is the process of analyzing. Capital Budgeting. The process of analyzing alternative long-term investments and deciding which assets to acquire or sell. tentative and potentially unreliable predictions of future outcomes. Capital budgeting decisions are generally based on... Discounting. The process of restating future ...A. Tentative predictions of future outcomes. B. Perfect predictions of future outcomes. C. Results from past outcomes only. D. Results from current outcomes only. E. Speculation of interest rates and economic performance only Capital budgeting decisions are based on free cash flow because free cash flow better reflects when money is received and available for reinvestment than account profits True - capital Economic value added is the difference in the current market value of the firm and the sum of all funds that are invested in the firm. Management of fixed capital, capital budgeting decision or investment decision is the process of long range planning involving investment of funds in various long term activities whose benefit are expected over a series of year .