

Description

Problem sets will be assigned each week.

Important:

- 1) Submit your *EXCEL (ONLY EXCEL)* file showing your work**
- 2) Highlight the cells that shows your final answer**
- 3) Create a separate Excel tab for each problem**

Questions:

1) Corp Finance (4th Edition) Book, **End of Chapter 2, Problem 19**: "Find online the annual 10-K report for Costco Corporation (COST) for fiscal year 2015 ..."

[2-19.jpg](#)

2) Corp Finance (4th Edition) Book, **End of Chapter 3, Problem 10**: "Your firm has identified three potential investment projects ..."

[3-10.jpg](#)

Submit Assignment



Dashboard



Calendar



To Do



Notifications



Inbox

The Statement of Cash Flows

19. Find online the annual 10-K report for Costco Wholesale Corporation (COST) for fiscal year 2015 (filed in October 2015). Answer the following questions from their cash flow statement:
- How much cash did Costco generate from operating activities in fiscal year 2015?
 - What was Costco's total depreciation and amortization expense?
 - How much cash was invested in new property and equipment (net of any sales)?
 - How much did Costco raise from the sale of shares of its stock (net of any purchases)?



Dashboard



Calendar



To Do



Notifications



Inbox

10. Your firm has identified three potential investment projects. The projects and their cash flows are shown here:

Project	Cash Flow Today (\$)	Cash Flow in One Year (\$)
A	-10	20
B	5	5
C	20	-10

Suppose all cash flows are certain and the risk-free interest rate is 10%.

- What is the NPV of each project?
- If the firm can choose only one of these projects, which should it choose?
- If the firm can choose any two of these projects, which should it choose?



Dashboard



Calendar



To Do



Notifications



Inbox