

Finance, Discount Rate and NPV		Time span (years)			
		1	2	3	
Residual (Total inflated revenue less total inflated costs)		-£ 2,703,593	£ 59,439	£ 9,086,170	
Interest Rate	- Debit Interest rate (Benchmark 7%)	7.00%	7.00%	7.00%	
	- Credit Interest Rate (Benchmark 5%)	5.00%	5.00%	5.00%	
	- Debit Interest Costs	-£ 189,251	-£ 198,338	£ 423,810	
	- Credit Interest Costs	-£ 135,180	-£ 141,670	£ 302,721	
	- Resulting Interest Costs	£ -	-£ 198,338	£ 302,721	
- Cumulative Residual / Balance		-£ 2,892,844	-£ 3,031,743	£ 6,357,149	
Discount Rate	- Annual Discount rate	3.00%			
	- Cumulative discount rate	97.00%	94.09%	91.27%	
		Year	1	2	3
Discounted Residual		-£ 2,806,059	-£ 2,852,567	£ 5,801,998	
<b>Measures Of Return</b>					
Net Present Value		£ 5,801,998		£ 1,201,242	