

SUMMARY

Project:	Business Objects
Annual return on investment (ROI)	1300%
Payback period (years)	0.08
Net present value (NPV)	9,751,855
Average yearly cost of ownership	386,667

ANNUAL BENEFITS	Pre-start	Year 1	Year 2	Year 3
Direct	0	9,000,000	9,000,000	9,000,000
Indirect	0	0	0	0
Total Benefits Per Period	0	9,000,000	9,000,000	9,000,000

DEPRECIATED ASSETS	Pre-start	Year 1	Year 2	Year 3
Software	0	0	0	0
Hardware	0	0	0	0
Total Per Period	0	0	0	0

DEPRECIATION SCHEDULE	Pre-start	Year 1	Year 2	Year 3
Software	0	0	0	0
Hardware	0	0	0	0
Total Per Period	0	0	0	0

EXPENSED COSTS	Pre-start	Year 1	Year 2	Year 3
Software	500,000	50,000	50,000	50,000
Hardware	60,000	10,000	10,000	10,000
Consulting	20,000	0	0	0
Personnel	100,000	100,000	100,000	100,000
Training	0	0	0	0
Other	0	0	0	0
Total Per Period	680,000	160,000	160,000	160,000

FINANCIAL ANALYSIS	Results	Year 1	Year 2	Year 3
Net cash flow before taxes		8,840,000	8,840,000	8,840,000
Net cash flow after taxes		4,420,000	4,420,000	4,420,000
Annual ROI - direct and indirect benefits				1300%
Annual ROI - direct benefits only				1300%
Net present value (NPV)				9,751,855
Payback (years)	0.08			
Average annual cost of ownership		840,000	500,000	386,667
3-year cumulative ROI	2868%			
3-year IRR	1300%			

FINANCIAL ASSUMPTIONS

All government taxes	50%
Discount rate	15%

All calculations are based on Nucleus Research's independent analysis of the expected costs and benefits associated with the application profiled in the accompanying case. Financial modeling tool, format, and methodology copyright Nucleus Research Inc., all rights reserved.